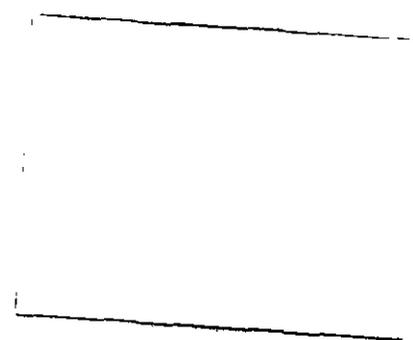


2619

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana



COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2004

J.W. Slack
President

Kenneth N. Kruithof
Superintendent

Prepared by the Department of Finance

Frank Rougeau
Director of Finance and Business Affairs

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/26/05

**Bossier Parish School Board
Table of Contents**

	<u>Page</u>
INTRODUCTORY SECTION	
Transmittal Letter	i-iv
GFOA Certificate of Achievement for Excellence in Financial Reporting	v
ASBO Certificate of Excellence in Financial Reporting	vi
Organization Chart	vii
Elected Officials	viii
Selected Administrative Officials	ix

FINANCIAL SECTION

		<u>Statement</u>	
Independent Auditors' Report			1-2
Required Supplemental Information			3
Management's Discussion and Analysis (MD&A)			4-18
Basic Financial Statements			
Government-wide Financial Statements (GWFS)			19
Statement of Net Assets	A		20
Statement of Activities	B		21
Fund Financial Statements (FFS)			23
Governmental Funds:			
Balance Sheet	C		24-25
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets	D		27
Statement of Revenues, Expenditures, and Changes in Fund Balances	E		28-31
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	F		32
Proprietary Funds:			
Statement of Net Assets	G		33
Statement of Revenues, Expenses, and Changes in Fund Net Assets	H		34
Statement of Cash Flows	I		35
Fiduciary Fund:			
Statement of Assets and Liabilities	J		36
Notes to the Basic Financial Statements			
Index			37
Notes			38-53

(Continued)

**Bossier Parish School Board
Table of Contents**

	<u>Exhibit</u>	<u>Page</u>
Required Supplemental Information		54
Budgetary Comparison Schedule		55
General Fund	1-1	56
Special Revenue Sales Tax	1-2	57
Notes to Budgetary Comparison Schedules		58-59
 Supplemental Information		 60
Combining Nonmajor Governmental Funds - By Fund Type		61
Combining Balance Sheet - By Fund Type	2	62
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Fund Type	3	63
Nonmajor Special Revenue Funds		65
Combining Balance Sheet	4	66-67
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	5	68-69
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual		
Title I	6-1	70
Title II	6-2	71
Title III	6-3	72
Title IV	6-4	73
Title V	6-5	74
Special Education	6-6	75
Preschool	6-7	76
Region VII Service Center	6-8	77
School Food Service	6-9	78
Louisiana Educational Excellence	6-10	79

(Continued)

**Bossier Parish School Board
Table of Contents**

	<u>Exhibit</u>	<u>Page</u>
Supplemental Information (Continued)		
NONMAJOR CAPITAL PROJECTS FUNDS		80
Combining Balance Sheet	7	81
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	8	82
AGENCY FUNDS		83
Statement of Changes in Assets and Liabilities	9	84
Schedule of Changes in Deposits Due Others	10	85
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS		86
Schedule by Source	11	87
Schedule by Function and Activity	12	88
GENERAL		
Schedule of Compensation Paid Board Members	13	89

Table

STATISTICAL SECTION

Government-Wide Information:

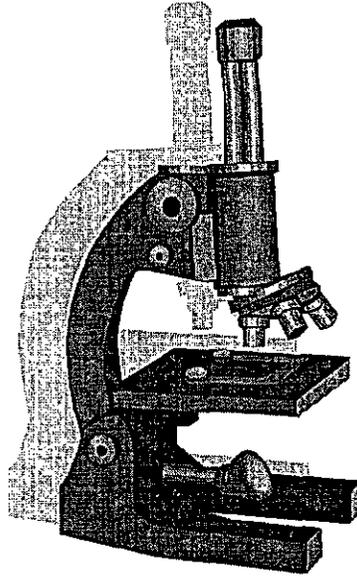
Government-wide Expenses by Function	1	90
Government-wide Revenues	2	91

Basic Information:

General Expenditures By Function - All Governmental Fund Types	3	92
General Revenues By Source - All Governmental Funds	4	93
Property Tax Levies and Collections	5	94
Assessed and Estimated Actual Value of Taxable Property	6	95
Property Tax Rates and Tax Levies - All Direct and Overlapping Governments	7	96
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt per Capita	8	97
Statement of Direct and Overlapping Debt	9	98
Computation of Legal Debt Margin	10	99
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures	11	100
Revenue Bond Coverage - Sales Tax Bond	12	101
Demographic Statistics	13	102
Property Value, Construction and Bank Deposits	14	103
Principal Taxpayers	15	104
Attendance Data	16	105
Schedule of Insurance in Force	17	106
Miscellaneous Statistical Data	18	107-108

(Concluded)

**Bossier Parish School Board
Benton, Louisiana**





BOSSIER PARISH SCHOOL BOARD

P.O. Box 2000
Benton, Louisiana 71006-2000
Telephone (318) 549-5000
FAX (318) 549-5044

Kenneth N. Kruthof
Superintendent

J. W. Slack
President

Transmittal Letter

December 27, 2004

Dr. Jack E. Raley
P.O. Box 85
Haughton, LA 71037
District 1

Henry L. Burns
134 Chimney Drive
Haughton, LA 71037
District 2

George C. Finck
167 Beaver Lane
Benton, LA 71006
District 3

Ronald A. Griggs
P.O. Box 14
Plain Dealing, LA 71064
District 4

Michael S. Mosura II
6014 Jason Street
Bossier City, LA 71111
District 5

William C. Kostelka
309 Audubon Drive
Bossier City, LA 71111
District 6

J. W. Slack
President
2424 Douglas Drive
Bossier City, LA 71111
District 7

Kenneth M. Wiggins
3201 Cloverdale Place
Bossier City, LA 71111
District 8

Gloria C. Simison
3116 Oliver Street
Bossier City, LA 71112
District 9

Julian Darby
1130 Beverly Street
Bossier City, LA 71112
District 10

Gary K. Dowden
Vice President
2108 Venus Drive
Bossier City, LA 71112
District 11

Mack Knotts
5007 Kenworth Drive
Bossier City, LA 71112
District 12

**Mr. J.W. Slack, President
and Board Members
Bossier Parish School Board
Benton, Louisiana**

Dear President and Members of the Board:

The Comprehensive Annual Financial Report of the Bossier Parish School Board, herein after referred to as the "School Board," for the fiscal year ended June 30, 2004 is hereby transmitted. This report has been prepared by following the guidelines recommended by the Association of School Business Officials International and the Government Finance Officers Association of the United States of America and Canada. This letter of transmittal is designed to complement the Management's Discussion and Analysis (MD&A) and should be read in conjunction with it.

A. Management Responsibility

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation including all disclosures, rests with the School Board. We believe this report, as presented, is accurate in all material aspects, and that it is presented in a manner that fairly sets forth the results of operations and financial position of the School Board. Further, all disclosures necessary to enable the reader to gain an adequate understanding of our system's financial affairs have been included.

B. Comprehensive Annual Financial Report

The Comprehensive Annual Financial Report consists of three sections: the introductory section, the financial section and the statistical section.

- 1. The Introductory Section.** This section includes this letter of transmittal, the School Board's organizational chart, recognition of elected officials of the School Board, and a list of selected administrative officials.

- 2. The Financial Section.** The School Board's financial statements and schedules are presented in accordance with the standards set forth by the Governmental Accounting Standards Board. The financial section consists of Management's Discussion and Analysis, basic financial statements, required supplemental information, and combining nonmajor and individual fund statements and schedules.

Combining nonmajor statements are presented when a School Board has more than one nonmajor fund of a given fund type. Various statements are also used to demonstrate finance-related legal and contractual compliance, present other information deemed useful, and provide details of data summarized in the financial statements.

- 3. The Statistical Section.** Included in this section is data prepared from both accounting and non-accounting sources for the purpose of reflecting financial trends and fiscal capacity of the School Board, as well as other social and economic information. The data is presented for the past ten years.

The School Board provides a full range of educational services appropriate to grade levels pre-kindergarten through grade 12. These services include regular and enriched academic education, special education for handicapped children, and vocational education. They also include providing instructional personnel, instructional materials, instructional facilities, food service facilities, administrative support, business services, systems operations, plant maintenance and bus transportation. These basic services are supplemented by a wide variety of offerings in the fine arts and athletics.

C. Reporting Entity

This report includes all entities or organizations that are required to be included in the School Board's reporting entity. The basic criteria for determining whether a governmental department, agency, institution, commission, public authority, or other governmental organization should be included in a governmental unit's reporting entity is financial accountability. Financial accountability includes the appointment of a voting majority of the organization's governing body and either the ability of the primary government to impose its will on the organization or if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government should be included in its reporting entity.

The financial statements present the Bossier Parish School Board (the primary government). Based on the above criteria, there are no component units included in the School Board's reporting entity.

D. Economic Condition and Outlook

Bossier Parish is located in northwest Louisiana and is a part of the economic "hub" for this region. During 2003-2004, Bossier Parish has continued to experience a considerable level of new construction. The new commercial and residential construction are financial indicators of a stable economy. Tourist activity continues to be strong, primarily as a result of riverboat gaming.

Barksdale Air Force Base, which currently employs over 7,000 people in the area, remains as viable and active as it has in the past. The mission of Barksdale is still a major part of our national defense.

With the Red River connecting Bossier Parish to the city of Shreveport and Caddo Parish, the condition of the Shreveport economy directly and indirectly affects Bossier Parish. The economy of Shreveport continues to be stable. Growth experienced in retail sales, employment, and residential and commercial construction are evidence of this growth and stability. The continued expansion of the Caddo Bossier Port continues to have positive effects on the economy and provides a major link with other parts of the state. I-20 and I-49 continue to provide great access to the area. Riverboat gaming continues to make a significant contribution to the local economy.

Sales tax collections for the School Board continue to be stable and exceeded 2002-2003 collections by \$2,531,618.

E. Major Operational or Financial Concerns

Several issues such as classroom space in growing areas of the parish, teachers and support personnel pay, maintaining technology in our classrooms, and rising health costs are areas of concern. All of these issues influence our first priority, which is the instructional program for our students.

F. Single Audit

The School Board is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget Circular No. A-133, Audits of States, Local Governments, and Non-Profit Organizations. Information related to this single audit includes the Schedule of Expenditures of Federal Awards, findings and recommendations, if applicable, and auditors' reports on internal control and compliance with applicable laws, regulations, contracts and agreements. Bossier Parish School Board has contracted with an independent auditor to conduct the annual audit. Our independent auditor performed a single audit for the fiscal year ended June 30, 2004, and has issued the single audit report under a separate binder.

G. Internal Control

The management of the School Board is responsible for establishing and maintaining a system of internal control. The objectives of a system of internal control are to provide reasonable, assurance that School Board policy, administrative and accounting procedures, and grant administration procedures are fully implemented and are being adhered to. In addition, internal controls are designed to provide reasonable, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.

All internal control evaluations occur within the above framework. We believe the School Board's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a part of the School Board's single audit, described earlier, tests are made to determine the adequacy of internal control, including that portion related to federal awards programs, as well as to determine that the School Board has complied with applicable laws and regulations. The results of the School Board's single audit for the fiscal year ended June 30, 2004, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

H. Budgetary Control

In addition, the School Board maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the School Board. Activities of the general fund and special revenue funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function by fund. School Board policy provides that expenditures within a fund may not exceed appropriations by more than five percent. Revisions to the budget require School Board approval.

I. Cash Management

Cash temporarily idle during the year was invested in demand deposits, certificates of deposits, and instruments issued by the United States Government or its federal agencies. Deposits in financial institutions are also collateralized by instruments issued by the United States Government or federal government agencies created by an act of Congress

and insured by the Federal Deposit Insurance Corporation. The School Board earned interest revenue of \$304,702 for the fiscal year ended June 30, 2004. Interest was distributed as follows:

General Fund	\$125,742
Debt service	40,472
Bossier Education Excellence Permanent	131,779
Other Governmental	6,709

J. Risk Management

The School Board maintains a combination of self-insurance and stop-loss coverage to manage its risk of loss from property damage, theft, and claims against employees. The School Board is self-insured for group hospitalization.

K. Independent Audits The report of our independent certified public accountants, Allen, Green & Williamson, LLP, follows as an integral component of this report. Their audit of the basic financial statements and accompanying combining and individual fund statements and schedules was performed in accordance with auditing standards generally accepted in the United States of America and, accordingly, included a review of the School Board's system of budgetary and accounting controls.



L. Awards The Government Finance Officers Association (GFOA) of the United States and Canada issues a Certificate of Achievement for Excellence in Financial Reporting and the Association of School Business Officials International (ASBO) issues a Certificate of Excellence in Financial Reporting to governments for their Comprehensive Annual Financial Report (CAFR). To be awarded these certificates, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. These certificates are valid for a period of one year only. The

School Board has received both certificates for each year, beginning with fiscal year ended June 30, 1991.

Management believes that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2004, which will be submitted to GFOA and ASBO for review, continues to conform to the principles and standards of each organization.

M. Acknowledgments It is our desire that this report contains the necessary information and data, which will provide a better understanding of the operations of the school system. It is further hoped that this report has been designed in a manner to be used as an administrative tool and general source of information so as to enhance our accountability.

Respectfully submitted,

A handwritten signature in cursive script that reads "Kenneth N. Kruithof".

Kenneth N. Kruithof
Superintendent

A handwritten signature in cursive script that reads "Frank Rougeau".

Frank Rougeau
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to
Bossier Parish School Board,
Louisiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2003

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Nancy L. Zjelke

President

Jeffrey R. Emer

Executive Director

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

BOSSIER PARISH SCHOOL BOARD

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2003

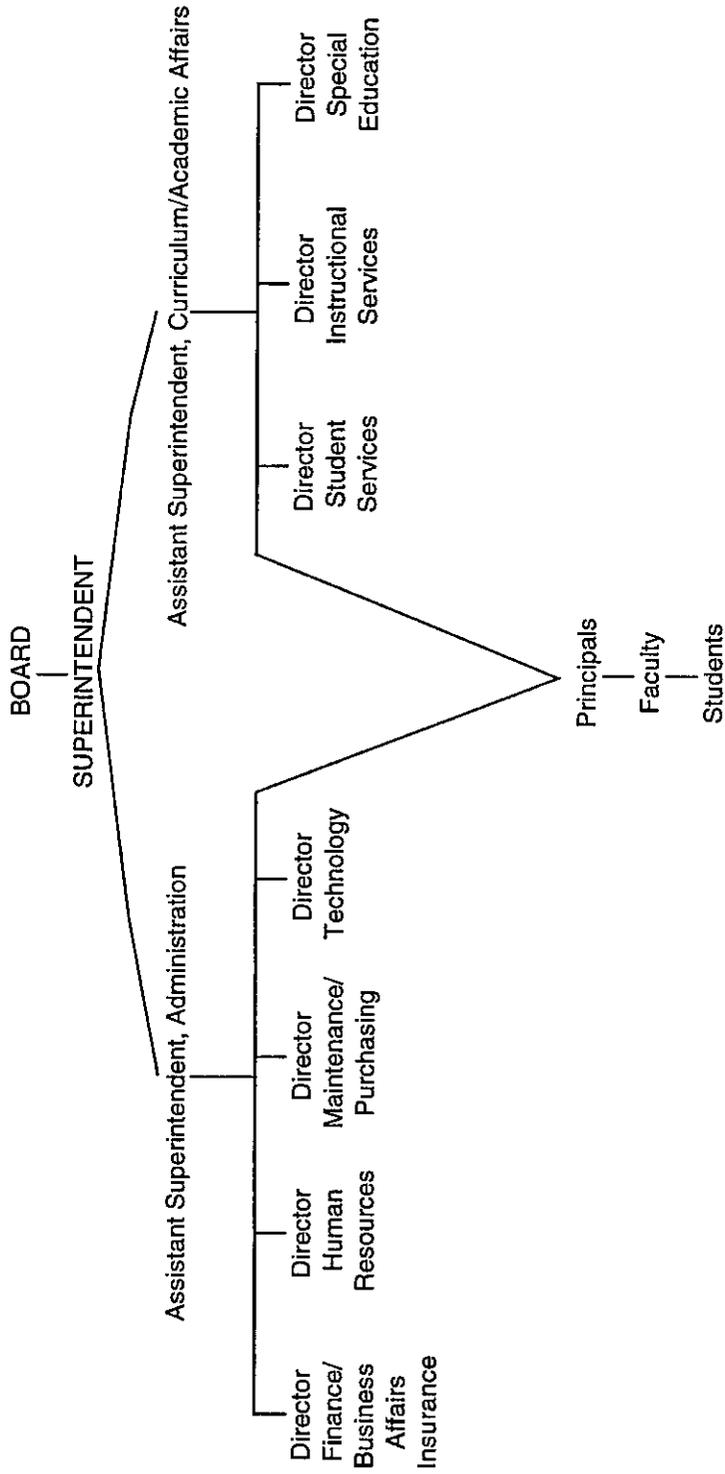
Upon recommendation of the Association's Panel of Review which has judged the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

William A. Zell
President

Denise L. Keller
Executive Director

Bossier Parish School Board

**Organization Chart
June 30, 2004**



Bossier Parish School Board

**Elected Officials
June 30, 2004**

<u>Board Member</u>	<u>District</u>
Dr. Jack E. Raley	1
Henry L. Burns	2
George C. Finck	3
Ronald A. Griggs	4
Michael S. Mosura, II	5
William C. Kostelka	6
J. W. Slack	7
Kenneth M. Wiggins	8
Gloria C. Simison	9
Julian Darby	10
Gary K. Dowden	11
Mack Knotts	12

Bossier Parish School Board

**Selected Administrative Officials
June 30, 2004**

Superintendent Kenneth N. Kruithof

Assistant Superintendent of Administration D. C. Machen

Assistant Superintendent of Curriculum and Academic Affairs Ann Alford

Directors:

Technology Bill Allred

Special Education Martha Gormanous

Student Services Bettye McCauley

Maintenance/Purchasing Keith Norwood

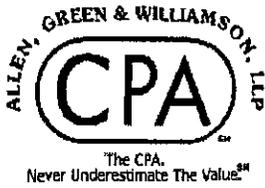
Instructional Services Sally Namie

Finance/Business Affairs/Insurance Frank Rougeau

Human Resources Bill Tynes

**Bossier Parish School Board
Benton, Louisiana**





ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2414 Ferrand Street
Monroe, LA 71201

Phone: (318) 388-4422
Fax: (318) 388-4664

Toll-free: (888) 741-0205
www.allengreencpa.com

Tim Green, CPA

Margie Williamson, CPA

Ernest L. Allen, CPA
(Retired)
1963 - 2000

INDEPENDENT AUDITORS' REPORT

Board Members
Bossier Parish School Board
Benton, Louisiana

Basic Financial Statements We have audited the accompanying *financial statements* of the governmental activities, each major fund, and the aggregate remaining fund information of Bossier Parish School Board as of and for the year ended June 30, 2004, which collectively comprise the School Board's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the School Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the *financial statements* referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the School Board as of June 30, 2004, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued under separate cover, our report dated December 27, 2004, on our consideration of the School Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Required Supplemental Information The Management's Discussion and Analysis and the Budgetary Comparison Schedules as listed in the table of contents, are not a required part of the *basic financial statements* but is supplemental information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

Supplemental Information Our audit was performed for the purpose of forming opinions on the *financial statements* that collectively comprise the School Board's basic financial statements. The accompanying information identified in the table of contents as supplemental information is presented for purposes of additional analysis and is not a required part of the *basic financial statements*. Such information has been subjected to the auditing procedures applied in the audit of the *basic financial statements* and, in our opinion, is fairly stated, in all material respects, in relation to the *basic financial statements* taken as a whole.

Other Information The information identified in the table of contents as the Introductory and Statistical Sections are presented for purposes of additional analysis and is not a required part of the *basic financial statements* of the School Board. Such information has not been subjected to the auditing procedures applied in the audit of the *basic financial statements* and, accordingly, we express no opinion on it.

Allen, Green + Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 27, 2004

Bossier Parish School Board

REQUIRED SUPPLEMENTAL INFORMATION

**MANAGEMENT'S DISCUSSION
AND ANALYSIS (MD&A)**

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

The discussion and analysis of Bossier Parish School Board's financial performance provides an overall review of the School Board's financial activities for the fiscal year ended June 30, 2004. The intent of this discussion and analysis is to look at the School Board's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the School Board's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments issued June 1999.

FINANCIAL HIGHLIGHTS

Key financial highlights for the fiscal year ended June 30, 2004, are as follows:

Governmental funds reported a net change excess of \$4,462,428 which includes in the General Fund an excess of \$3,206,819, a deficiency in the Debt Service Fund of (\$142,612), an excess in the Bossier Education Excellence Permanent Fund of \$1,756,205, and a deficiency in Other Governmental Funds of (\$357,984).

Total revenues for all governmental funds increased \$6,876,311. This was due largely to increased sales tax collections, increased Minimum Foundation Program funding and increased federal grant funding.

Total spending for all programs was \$130,271,701. Most of the School Board's taxes and state Minimum Foundation Program Funds were used to support the cost of these six areas: regular program instruction - \$46,490,344; special programs instruction - \$15,838,839; student transportation - \$6,592,753; plant services - \$12,636,558; other instructional - \$11,324,648 and school food service - \$7,862,144.

USING THIS COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so that the reader can understand Bossier Parish School Board as an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Assets and the Statement of Activities provide information about the activities of the School Board as a whole, presenting both an aggregate view of the School Board's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. These statements tell how services were financed in the short-term as well as what remains for future spending. Fund statements also may give some insights into the School Board's overall financial health. Fund financial statements report the School Board's operations in more detail than the government-wide financial statements by providing information about the School Board's most significant funds - such as the School Board's General Fund, Sales Tax Fund, Debt Service Fund, and Bossier Education Excellence Permanent Fund. The remaining statement - the Statement of Fiduciary Assets and Liabilities presents financial information about activities for which the School Board acts solely as an agent for the benefit of students and parents.

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

**Comprehensive Annual
Financial Report**

Introductory Section

**Transmittal Letter
Certificates of Excellence in Financial Reporting
Organization Chart
Elected Officials and Selected Administrative Officers**

Financial Section

(Details outlined in the next chart)

Statistical Section

**Ten Years of Historical Financial Operating Data
Ten Years of Property Tax Rates, Tax Levies and
Collections
Bonded Debt Information (including Bonded Debt Per
Capita and Computation of Legal Debt Margin)
Property Values, Construction and Bank Deposits
Principal Employers and Ad Valorem Taxpayers
Demographics and Attendance Data**

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

Financial Section

Required Supplemental Information

Management's Discussion & Analysis (MD&A)

Basic Financial Statements

**Government-wide
Financial Statements**



**Fund
Financial Statements**

Notes to the Basic Financial Statements

Required Supplemental Information

Budgetary Information for Major Funds

Supplemental Information

**Nonmajor Funds Combining Statements & Budgetary Information
Agency Funds Statements/Schedules
Capital Assets Used in the Operation of Governmental Funds
Schedule of Compensation Paid Board Members**

Our auditors have provided assurance in their independent auditors' report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. The auditors have also provided varying degrees of assurance regarding the Required Supplemental Information and the Supplemental Information identified above. A user of this report should read the independent auditors' report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

The School Board assumes full responsibility for the accuracy of the Introductory and Statistical Sections as they were prepared without the association of the independent auditors.

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

REPORTING THE SCHOOL BOARD AS A WHOLE

The Statement of Net Assets and the Statement of Activities

While these documents contain the large number of funds used by the School Board to provide programs and activities, the view of the School Board as a whole looks at all financial transactions and asks the question, "How did the School Board do financially during the fiscal year ended June 30, 2004?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include *all assets and liabilities* using the *accrual basis of accounting* similar to the accounting method used by most private-sector companies. This basis of accounting considers all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School Board's *net assets* – the difference between assets and liabilities; and changes in those assets. This change in net assets is important because it tells the reader that, for the School Board as a whole, the financial position of the School Board has improved or diminished. The relationship between revenues and expenses is the School Board's *operating results*. However, the School Board's goal is to provide services to its students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the schools to assess the *overall health* of the School Board.

The Statement of Net Assets and Statement of Activities report the following activity for the School Board:

Governmental activities – All of the School Board's services are reported here, including instruction, plant services, transportation, and food services. Property taxes, sales taxes, Minimum Foundation Program funds, and state and federal grants finance most of these activities.

REPORTING THE SCHOOL BOARD'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

The School Board's fund financial statements provide detailed information about the most significant funds – not the School Board as a whole. Some funds are required to be established by state law and by bond covenants. However, the School Board establishes many other funds to help it control and manage money for particular purposes (like the School Food Service) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (for example grants received from the U.S. Department of Education). The School Board's governmental funds use the following accounting approach:

Governmental funds – Most of the School Board's activities are reported in governmental funds, which focus on how money flows into and out of funds and the balances left at year-end that are available for spending in future periods. They are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial* assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the School Board's operations and the services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the School Board's programs. The relationship (or differences) between

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

governmental *activities* (reported in the Statement of Net Assets and the Statement of Activities) and governmental *funds* is reconciled in Statements D and F.

Proprietary funds – When the School Board charges customers for the services it provides – whether to outside customers or to other units of the School Board – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. The School Board uses internal service funds (the other component of proprietary funds) to report activities that provide supplies and services for the School Board's other programs and activities – the employee group health fund.

THE SCHOOL BOARD AS TRUSTEE

Reporting the School Board's Fiduciary Responsibilities

The School Board is the trustee, or *fiduciary*, for its student activities fund. All of the School Board's fiduciary activities are reported in separate Statements of Fiduciary Assets and Liabilities. These activities are excluded from the School Board's other financial statements because the School Board cannot use these assets to finance its operations. The School Board is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE SCHOOL BOARD AS A WHOLE

The School Board's net assets were \$60,611,938 at June, 30, 2004. Of this amount, \$8,137,662 was the unrestricted net assets. Restricted net assets are reported separately to show legal constraints from debt covenants and enabling legislation that limit the School Board's ability to use those net assets for day-to-day operations. The analysis below focuses on the net assets (Table 1) and change in net assets (Table 2) of the School Board's governmental activities.

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

**TABLE 1
Net Assets (in Millions)
June 30,**

	<u>Governmental Activities</u>		Total Percentage Change 2003-2004
	2004	2003	
Current and other assets	36.6	33.6	9.1
Restricted assets	12.7	11.0	15.5
Capital assets	51.9	52.4	(1.0)
Total assets	<u>101.2</u>	<u>97.0</u>	4.4
Current and other liabilities	15.1	14.8	2.0
Long-term liabilities	25.5	27.5	(7.3)
Total liabilities	<u>40.6</u>	<u>42.3</u>	(4.0)
Net assets			
Invested in capital assets, net of related debt	35.0	33.3	5.1
Restricted	17.5	15.8	10.5
Unrestricted	8.1	5.6	46.2
Total net assets	<u>60.6</u>	<u>54.7</u>	10.9

The \$8,137,662 in unrestricted net assets of governmental activities represents accumulated results of all past years' operations. It means that if the School Board had to pay off all of its bills today including all of its non-capital liabilities (compensated absences for example), there would be a surplus of \$8,137,662.

The net assets for the School Board increased by \$5,951,103 during the fiscal year ended June 30, 2004. This increase was caused by several factors, the most important being the increase of sales tax collections and increase in the Minimum Foundation Program funding.

The results of this year's operations for the School Board as a whole are reported in the Statement of Activities. Table 2, on the next page, takes the information from that Statement, rounds off the numbers, and rearranges them slightly so that the reader can see total revenues for the year.

**Bossier Parish School Board
Benton, Louisiana**

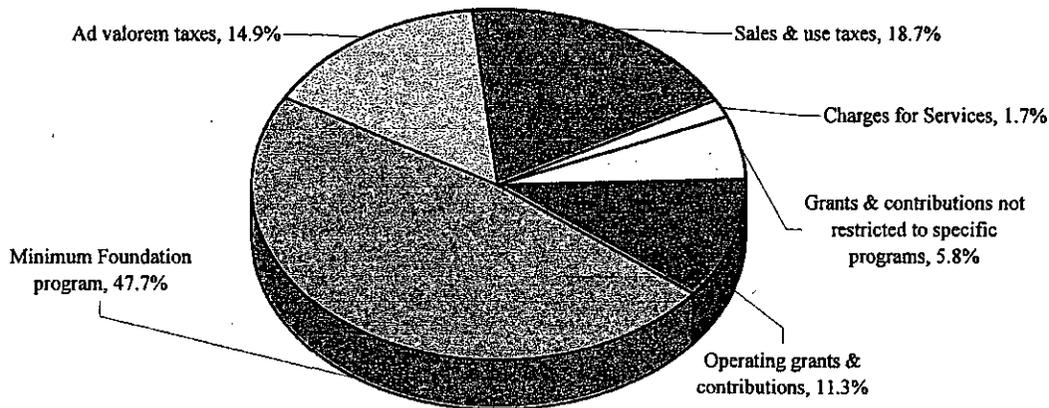
**Management's Discussion and Analysis (MD&A)
June 30, 2004**

**TABLE 2
Changes in Net Assets (in millions)
Fiscal Years Ended June 30,**

	<u>2004</u>	<u>2003</u>	Total Percentage Change 2003-2004
Revenues:			
<i>Program Revenues</i>			
Charges for Services	2.2	2.2	0.0
Operating Grants and Contributions	15.2	12.8	18.8
<i>General Revenues</i>			
Ad Valorem Taxes	20.0	20.6	(2.9)
Sales Taxes	25.1	22.6	11.1
State Equalization	64.3	62.2	3.4
BEEF (Gaming Revenues)	1.7	1.5	13.3
Other General Revenues	6.2	6.0	3.3
Total Revenues	134.7	127.9	5.3
Function/Program Expenses:			
<i>Instruction</i>			
Regular Programs	47.1	45.1	4.4
Special Programs	15.9	15.7	1.3
Other Instructional Programs	11.7	10.0	17.0
<i>Support Services</i>			
Student Services	5.8	5.0	16.0
Instructional Staff Support	7.2	7.1	1.4
General Administration	2.1	1.4	50.0
School Administration	7.5	7.5	0.0
Business Services	0.6	1.1	(45.5)
Plant Services	14.6	10.8	35.2
Student Transportation Services	6.3	6.7	(6.0)
Central Services	1.0	0.9	11.1
Food Services	8.0	7.7	3.9
Community Service Programs	0.2	0.3	(33.3)
Interest on Long-Term Debt	0.8	0.9	(11.1)
Total Expenses	128.8	120.2	7.2
Increase (Decrease) in Net Assets	5.9	7.7	(23.4)
Net Assets - Beginning	54.7	47.0	16.4
Net Assets - Ending	60.6	54.7	10.8

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**



Revenues by Source – Governmental Activities

- Grants and Contributions Not Restricted to Specific Programs:** The single largest source of revenue to the Bossier Parish School Board for grants and contributions not restricted to a specific program is the State Equalization or commonly called the Minimum Foundation Program (MFP). The MFP distribution is based on a formula adopted by the Louisiana Board of Elementary and Secondary Education and approved by the Louisiana Legislature. The chart below lists the actual increases or decreases in MFP funds for the past three years.

Fiscal Year	School Food		Total MFP	Increase	
	General	Service			
2001-2002	57,730,544	1,679,004	59,409,548	2,490,452	4.4%
2002-2003	60,455,370	1,751,314	62,206,684	2,797,136	4.7%
2003-2004	62,529,566	1,751,314	64,280,880	2,074,196	3.3%

In FY 2003-2004, the School Board received \$64,280,880 or 47.7% of its total revenue from the MFP. These revenues are deposited in the General Fund and the School Food Service Fund only. Most of the \$2,074,196 or 3.3% increase was used for salary increases.

- Sales and Use Tax Revenues:** Sales and use tax revenues are the second largest source of revenues for the Bossier Parish School Board. A 1.5% sales tax rate is levied upon the sale and consumption of goods and services within the parish. The chart below lists the sales and use tax revenues for the past three years.

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

Fiscal Year	Sales Tax	Increase	
2001-2002	22,450,840	46,394	0.2%
2002-2003	22,605,125	154,285	0.7%
2003-2004	25,136,743	2,531,618	11.2%

All sales and use tax revenues are deposited into the Sales Tax Fund from which it is transferred to fund primarily the operations of the School Board. This represents 18.7% of the total revenues received. Sales tax revenue received in fiscal 2004 has significantly increased over the amount received in the previous year.

- **Ad Valorem Tax Revenues:** Ad valorem tax revenues, also called property tax revenues, are the third largest source of revenue for the School Board. Ad valorem collections are based upon the number of mills (approved annually by the School Board) and the taxable assessed value (established by the Bossier Parish Tax Assessor), subject to the limitations approved by the voters and the Louisiana Legislature. The chart below lists the ad valorem tax deposits for the past three years.

Fiscal Year	General	Debt Service	Total Ad Valorem Taxes	Increase (decrease)	
2001-2002	17,643,485	1,638,687	19,282,172	2,211,247	13.0%
2002-2003	19,320,940	1,232,208	20,553,148	1,270,976	6.6%
2003-2004	18,827,632	1,208,249	20,035,881	(517,267)	(2.5%)

In FY 2003-2004, the School Board deposited \$20,035,881 of ad valorem tax revenues into the General Fund and the Debt Service Fund. This represents 14.9% of the total revenues received. Ad valorem tax revenues in FY 2003-2004 decreased in the General Fund as a result of reduced delinquent tax collections compared to the previous year.

- **Operating Grants and Contributions:** Operating grants and contributions are the fourth largest source of revenues for the School Board. This revenue type is primarily comprised of federal grants with some state grants included. These grants and contributions are specifically restricted to certain programs, and therefore, are netted against the costs of these programs to show a true net cost. The chart below shows the operating grants and contributions by fund source.

Fiscal Year	General	Nonmajor Special Revenue	Total	Increase (decrease)	
2001-2002	5,261,590	8,874,866	14,136,456	981,204	7.5%
2002-2003	3,072,936	9,723,801	12,796,737	(1,339,719)	(9.5)%
2003-2004	5,211,671	9,976,094	15,187,765	2,391,028	18.7%

In FY 2003-2004, the School Board received \$15,187,765 in operating grants and contributions. The 18.7% increase in FY 2003-2004 is the result of increased Title I program funding and increased IDEA funding.

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

Program Expenses and Revenues - Governmental Activities

Expenses are classified by functions/programs. The related revenues are comprised of specific charges for the services and operating grants and contributions received to offset the expenses for the specific program.

Instructional services for fiscal 2004 totaled \$87,734,558, 68.1% of total expenditures. The remaining expenditures are considered support services and related to those functions that support the instructional services provided, such as administration, transportation, food services, and plant services. Support services for fiscal 2004 totaled \$40,249,974, 31.09% of total expenditures.

The remaining expenditures of \$798,494, .8% of total expenditures consist of interest expense on long-term obligations.

The program revenues and charges for services for fiscal 2004 directly related to these expenses totaled \$17,431,661 which resulted in net program expense of \$111,351,365. These net program expenses are funded by general revenues of the School Board.

Revenues for the School Board increased 6,876,311, 5.3% from the previous year due mainly to increased sales tax collections, increased Minimum Foundation Program funding, and increased federal grant funding.

Expenditures for the School Board increased \$8,567,354, 7.2% from the previous year due mainly to salary increases, employee's retirement contribution payments due to a rate increase, and increases in group insurance costs.

Governmental Activities

As reported in the Statement of Activities, the cost of all governmental activities this year was \$128,783,026.

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

The table below presents the cost of each of the School Board's six largest functions - regular instructional programs, special instructional programs, other instructional, plant services, student transportation services, and food services, as well as each program's *net* cost (total cost less revenues generated by the activities). As discussed above, net cost shows the financial burden that was placed on the School Board's taxpayers by each of these functions. Providing this information allows the analysis of the cost of each function in comparison to the benefits provided by that function.

	Total Cost of Service		Total Percentage Change	Net Cost of Service		Total Percentage Change
	2004	2003	2003-2004	2004	2003	2004-2003
Regular Programs	47.2	45.1	4.5%	45.6	41.5	9.8%
Special Programs	15.9	15.7	1.6%	13.7	13.0	5.6%
Other Instructional	11.7	10.0	16.4%	9.1	9.9	(8.8)%
Plant Services	14.6	10.8	34.6%	14.2	10.8	31.5%
Student Transportation Services	6.3	6.7	(4.9)%	6.1	6.6	(7.6)%
Food Services	8.0	7.7	3.4%	2.0	1.9	5.6%
All Other	<u>25.2</u>	<u>24.2</u>	4.1%	<u>20.6</u>	<u>21.4</u>	(3.8)%
Totals	<u>128.8</u>	<u>120.2</u>	7.1%	<u>111.4</u>	<u>105.2</u>	5.8%

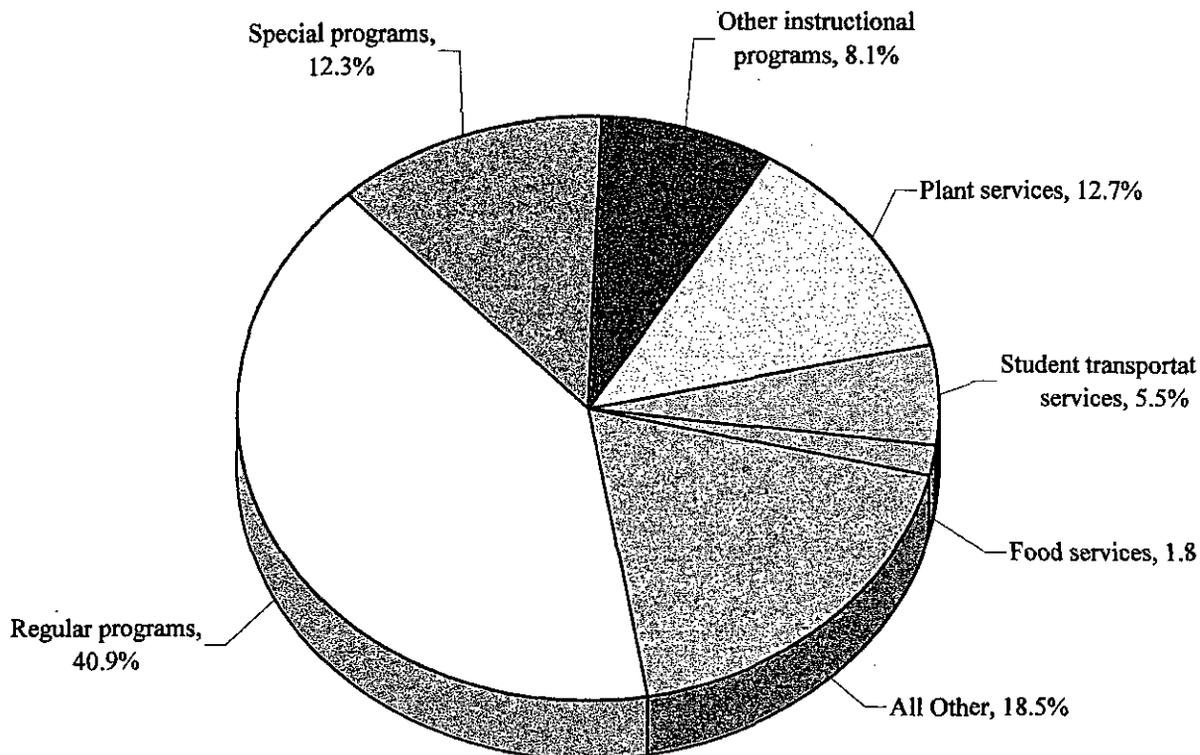
The increases in regular programs, special programs, and other instructional increases are due to an increase in salaries and a large increase in benefits/insurance. Student transportation services increased due to the purchase of additional buses, the increased cost of gasoline and additional payments to the self-insured employee group health fund for claim liabilities.

For the fiscal year ending June 30, 2004, the School Board experienced an increase in net assets of \$5,951,103.

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

**Governmental Activities
Net Cost of Services
For the Year Ended June 30, 2004**



**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

THE SCHOOL BOARD'S FUNDS

As the School Board completed this year our governmental funds reported a combined fund balance of \$31,738,184 which is an increase of \$4,462,428 from last year. The primary reasons for these increases are:

General Fund experienced an increase in fund balance of \$3,206,819. Revenues increased \$1,102,398 from additional state Minimum Foundation Program payments of \$2,074,196 and other revenues increased \$829,467. The expenditures in the general fund increased \$6,352,362 due mainly to regular instruction increasing \$2,003,232, special programs increasing \$1,008,587, other instructional programs increasing \$1,071,026, student services increasing \$628,328, and plant services increasing \$2,315,436 from 2003 to 2004.

Sales Tax Fund revenues increased \$2,531,618, while expenditures experienced a slight increase of 11,536 from 2003 to 2004.

Debt Service experienced a decrease in fund balance of 142,612. Revenues decreased \$41,583 and expenditures decreased \$26,500 from 2003-2004.

Bossier Education Excellence Permanent Fund experienced an increase in fund balance of \$1,756,205. Revenues increased \$110,970 while expenditures decreased \$131,748.

At June 30, 2004, the School Board had \$19,350,491 in reserves of fund balance. Of the fund balance reserved, \$4,392,270 were collections of ad valorem taxes reserved for payment of long-term debt; \$12,662,540 were reserved for instructional enhancement; \$26,244 were reserved for inventory on hand at the year end; \$308,964 were reserved for prepaid items; and \$1,960,473 were reserved for encumbrances.

General Fund Budgetary Highlights

Over the course of the year, the School Board revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. The final amendment to the budget was actually adopted after the end of the year which is not prohibited by state law. A schedule showing the School Board's original and final budget amounts compared with amounts actually paid and received is provided in our annual report.

There were significant revisions made to the 2003-2004 general fund original budget. Budgeted revenues were increased \$8,575,514 due largely to increases made to Minimum Foundation Program payments of \$2,074,196, other state sources of \$585,057, federal sources of \$119,559, transfers from other funds of \$3,010,617, and adjustments made to beginning fund balance of \$2,419,051. Budgeted expenditures were increased because of the increase in budgeted revenues.

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As For Year Ended June 30, 2004, the School Board had \$51,924,181 (net of accumulated depreciation) invested in a broad range of capital assets, including land, buildings, and furniture and equipment. This amount represents a net decrease (including additions, deductions, and depreciation) of \$518,339, or .01 percent, from last year.

Capital Assets at June30, (in millions)

	Governmental Activities	
	2004	2003
Land	\$ 0.6	\$ 0.6
Buildings	43.1	45.1
Furniture and equipment	6.9	5.0
Transportation equipment	1.4	1.7
Totals	\$ 52.0	\$ 52.4

This year's additions of 4,152,855 included six modular classrooms, building improvements, various computer-related, and vocational equipment.

More detailed information about our capital assets is presented in Note 6 to the financial statements.

Debt

At the end of this year, the School Board had \$13,855,000 in bonds outstanding versus \$14,560,000 last year, a decrease of 4.8% percent. The Outstanding debts consisted of:

Outstanding Debt of June 30, (in millions)

	Governmental Activities	
	2004	2003
Bonds Payable	\$ 13.9	\$ 14.6
Notes Payable	0.2	0.3
Certificates of Indebtedness	0	0.7
QZAB Loan Payable	2.6	2.8
Capital Lease	0.4	0.9
Totals	\$ 17.0	\$ 19.3

The School Board maintains a bond rating of A2 from Moody's and a A from Standard & Poor's for its general obligation bonds. The state limits the amount of general obligation debt that can be issued to 35 percent of the assessed value of all taxable property within the School Board's corporate limits. The School Board's net bonded general obligation debt of \$9,462,730 (total bonded debt of \$13,855,000 less assets in debt services funds of \$4,392,270) is significantly below this \$182,810,807 statutory-imposed limit.

**Bossier Parish School Board
Benton, Louisiana**

**Management's Discussion and Analysis (MD&A)
June 30, 2004**

Net general obligation bonded debt	\$9,462,730
Ratio of net debt to total assessed value	1.8%
Net debt per capita	\$93

Other obligations include accrued vacation pay and sick leave. We present more detailed information about our long-term liabilities in Note 12 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The School Board is financially strong with a total fund balance in the governmental funds of \$31,738,184. The budget for the 2004-2005 year includes a conservative 2% increase in budgeted revenue and a 2% increase in budgeted expenditures. The increase in budgeted revenues is primarily due to an increase in Minimum Foundation Program funding and continued growth in sales and property taxes. The increase in budgeted expenditures is largely due to salary increases and increased employee benefit costs.

CONTACTING THE SCHOOL BOARD'S FINANCIAL MANAGEMENT

Our financial report is designed to provide our citizens, taxpayers, parents, students, investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or wish to request additional financial information, please contact Frank Rougeau, Director of Finance and Business Affairs, at Bossier Parish School Board, 316 Sibley Street, Benton, LA 71006, telephone number (318) 549-5000.

**Bossier Parish School Board
Benton, Louisiana**

BASIC FINANCIAL STATEMENTS:

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)**

BOSSIER PARISH SCHOOL BOARD

STATEMENT OF NET ASSETS
June 30, 2004

Statement A

	<u>GOVERNMENTAL ACTIVITIES</u>
ASSETS	
Cash and cash equivalents	\$ 31,628,873
Receivables (net)	4,568,506
Inventory	34,370
Prepaid items	308,964
Bond issuance costs, net of accumulated amortization	76,643
Restricted assets:	
Cash and cash equivalents	403,474
Investments	12,136,059
Receivables	129,774
Capital assets:	
Land	557,469
Exhaustible capital assets, net of depreciation	<u>51,366,712</u>
TOTAL ASSETS	<u>101,210,844</u>
LIABILITIES	
Accounts payable	14,840,032
Deferred revenue	8,126
Interest payable - bonds and certificates of indebtedness	260,475
Long-term liabilities:	
Due within one year	3,884,699
Due in more than one year	<u>21,605,574</u>
TOTAL LIABILITIES	<u>40,598,906</u>
NET ASSETS	
Invested in capital assets, net of related debt	34,979,399
Restricted for:	
Debt service	4,832,337
Instructional enhancement:	
Expendable	243,381
Nonexpendable	12,419,159
Unrestricted	<u>8,137,662</u>
TOTAL NET ASSETS	<u>\$ 60,611,938</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

BOSSIER PARISH SCHOOL BOARD

**STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2004**

Statement B

	<u>PROGRAM REVENUES</u>		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS
	<u>EXPENSES</u>	<u>CHARGES FOR SERVICES</u>	
FUNCTIONS/PROGRAMS			
<i>Governmental activities:</i>			
Instruction:			
Regular programs	\$ 47,141,942		\$ (45,583,072)
Special programs	15,917,187		(13,691,037)
Other instructional programs	11,695,485		(9,075,829)
Support services:			
Student services	5,828,926		(4,766,579)
Instructional staff support	7,151,018		(4,904,437)
General administration	2,061,600		(1,170,739)
School administration	7,493,557		(7,329,698)
Business services	629,988		(507,255)
Plant services	14,580,060		(14,193,571)
Student transportation services	6,328,866		(6,140,117)
Central services	973,834		(947,137)
Food services	7,974,793	\$ 2,243,896	(2,040,513)
Community service programs	207,276		(202,887)
Interest on long-term debt	798,494	0	(798,494)
	<u>128,783,026</u>	<u>2,243,896</u>	<u>(111,351,365)</u>
Total Governmental Activities			
General revenues:			
Taxes:			
Ad valorem taxes levied for general purposes			1,599,806
Ad valorem taxes levied for debt service purposes			1,208,249
Ad valorem taxes levied for maintenance and operations			3,614,379
Ad valorem taxes levied for salaries and benefits			13,613,447
Sales taxes levied for salaries, benefits, and general purposes			25,136,743
State revenue sharing			556,017
Grants and contributions not restricted to specific programs			
Minimum Foundation Program			64,280,880
BEEF (Gaming revenues)			1,650,892
Interest and investment earnings			304,702
Miscellaneous			5,337,353
			<u>117,302,468</u>
			117,302,468
			5,951,103
			5,951,103
Net assets - beginning			<u>54,660,835</u>
Net assets - ending			<u>\$ 60,611,938</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

**Bossier Parish School Board
Benton, Louisiana**



**Bossier Parish School Board
Benton, Louisiana**

**BASIC FINANCIAL STATEMENTS:
FUND FINANCIAL STATEMENTS (FFS)**

BOSSIER PARISH SCHOOL BOARD

**GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2004**

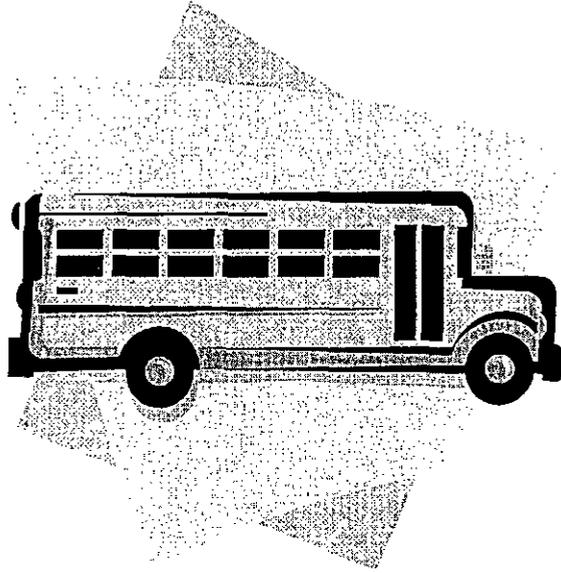
	<u>GENERAL</u>	<u>SALES TAX</u>	<u>DEBT SERVICE</u>	<u>BOSSIER EDUCATION EXCELLENCE PERMANENT</u>
ASSETS				
Cash and cash equivalents	\$ 20,324,585	\$ 2,351,974	\$ 4,379,760	\$ 0
Cash and cash equivalents -				
Restricted	0	0	0	403,474
Investments	0	0	0	12,136,059
Receivables	1,321,884	2,477,643	12,510	129,774
Interfund receivables	7,031,043	0	0	0
Inventory	0	0	0	0
Prepaid items	308,964	0	0	0
	<u>28,986,476</u>	<u>4,829,617</u>	<u>4,392,270</u>	<u>12,669,307</u>
TOTAL ASSETS				
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	12,462,822	0	0	0
Claims payable	336,303	0	0	0
Interfund payables	3,464,708	4,829,617	0	6,767
Deferred revenue	0	0	0	0
	<u>16,263,833</u>	<u>4,829,617</u>	<u>0</u>	<u>6,767</u>
Total Liabilities				
Fund Balances:				
Reserved for:				
Encumbrances	1,960,473	0	0	0
Debt Service	0	0	4,392,270	0
Inventory	0	0	0	0
Instructional enhancement	0	0	0	12,662,540
Prepaid items	308,964	0	0	0
Unreserved, reported in:				
Special Revenue Funds	0	0	0	0
Capital Projects Funds	0	0	0	0
Undesignated	10,453,206	0	0	0
	<u>12,722,643</u>	<u>0</u>	<u>4,392,270</u>	<u>12,662,540</u>
Total Fund Balances				
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 28,986,476</u>	<u>\$ 4,829,617</u>	<u>\$ 4,392,270</u>	<u>\$ 12,669,307</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Statement C

OTHER		
<u>GOVERNMENTAL</u>		<u>TOTAL</u>
\$ 4,571,989	\$	31,628,308
0		403,474
0		12,136,059
734,777		4,676,588
1,732,958		8,764,001
34,370		34,370
<u>0</u>		<u>308,964</u>
<u>7,074,094</u>		<u>57,951,764</u>
2,108,946		14,571,768
0		336,303
2,996,291		11,297,383
<u>8,126</u>		<u>8,126</u>
<u>5,113,363</u>		<u>26,213,580</u>
0		1,960,473
0		4,392,270
26,244		26,244
0		12,662,540
0		308,964
1,934,487		1,934,487
0		0
<u>0</u>		<u>10,453,206</u>
<u>1,960,731</u>		<u>31,738,184</u>
<u>\$ 7,074,094</u>	<u>\$</u>	<u>57,951,764</u>

**Bossier Parish School Board
Benton, Louisiana**



BOSSIER PARISH SCHOOL BOARD

**Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2004**

Statement D

Total fund balances - governmental funds \$ 31,738,184

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Assets includes those capital assets among the assets of the School Board as a whole. The cost of those capital assets allocated over their estimated useful lives (as depreciation expense) to the various programs reported as governmental activities in the Statement of Activities. Because depreciation expense does not affect financial resources, it is not reported in governmental funds.

Costs of capital assets	\$ 154,350,835	
Depreciation expense to date	<u>(102,426,654)</u>	51,924,181

Other assets used in governmental activities that are not financial resources and therefore are not reported in the governmental funds.

Bond issuance costs	123,243	
Amortization	<u>(46,600)</u>	76,643

Net assets of the internal service fund reported as proprietary fund type in the fund financial statement but included as governmental activities in the government-wide financial statement.

Total net assets		337,678
------------------	--	---------

Long-term liabilities applicable to the School Board's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long term - are reported in the Statement of Net Assets.

Balances at June 30, 2004 are:

<i>Long-term liabilities</i>		
Bonds payable	(13,855,000)	
Note payable	(210,640)	
QZAB loan payable	(2,575,683)	
Claims and judgments payable	(10,000)	
Capital leases payable	(380,102)	
Compensated absences payable	(6,172,848)	
Interest payable	<u>(260,475)</u>	<u>(23,464,748)</u>

Net Assets		\$ <u>60,611,938</u>
-------------------	--	-----------------------------

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

BOSSIER PARISH SCHOOL BOARD

**GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2004**

	<u>GENERAL</u>	<u>SALES TAX</u>	<u>DEBT SERVICE</u>	<u>BOSSIER EDUCATION EXCELLENCE PERMANENT</u>
REVENUES				
Local sources:				
Taxes:				
Ad valorem	\$ 18,827,632	\$ 0	\$ 1,208,249	\$ 0
Sales and use	0	25,136,743	0	0
Interest earnings	122,524	0	40,472	131,779
Food services	0	0	0	0
Other	2,908,178	0	0	1,650,892
State sources:				
Equalization	62,529,566	0	0	0
Other	2,866,694	0	68,130	0
Federal sources	2,344,977	0	0	0
Total Revenues	<u>89,599,571</u>	<u>25,136,743</u>	<u>1,316,851</u>	<u>1,782,671</u>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	45,924,409	0	0	0
Special programs	13,918,643	0	0	0
Other instructional programs	10,474,202	0	0	0
Support services:				
Student services	4,882,111	0	0	0
Instructional staff support	5,323,292	0	0	0
General administration	820,629	282,110	0	0
School administration	7,540,722	0	0	0
Business services	612,739	0	0	19,966
Plant services	12,481,634	0	0	0
Student transportation services	6,541,217	0	0	0
Central services	936,067	0	0	0
Food services	0	0	0	0
Community service programs	200,776	0	0	6,500
Capital outlay	0	0	0	0
Debt service:				
Principal retirement	1,523,413	0	705,000	0
Interest and bank charges	67,531	0	754,463	0
Total Expenditures	<u>111,247,385</u>	<u>282,110</u>	<u>1,459,463</u>	<u>26,466</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	<u>\$ (21,647,814)</u>	<u>\$ 24,854,633</u>	<u>\$ (142,612)</u>	<u>\$ 1,756,205</u>

Statement E

	OTHER		TOTAL
	GOVERNMENTAL	_____	_____
\$	0	\$	20,035,881
	0		25,136,743
	9,927		304,702
	2,243,896		2,243,896
	84,198		4,643,268
	1,751,314		64,280,880
	2,185,981		5,120,805
	<u>10,622,977</u>		<u>12,967,954</u>
	<u>16,898,293</u>		<u>134,734,129</u>
	565,935		46,490,344
	1,920,196		15,838,839
	850,446		11,324,648
	955,828		5,837,939
	1,930,812		7,254,104
	917,374		2,020,113
	62		7,540,784
	119,380		752,085
	154,924		12,636,558
	51,536		6,592,753
	5,532		941,599
	7,862,144		7,862,144
	0		207,276
	1,922,108		1,922,108
	0		2,228,413
	<u>0</u>		<u>821,994</u>
	<u>17,256,277</u>		<u>130,271,701</u>
\$	<u>(357,984)</u>	\$	<u>4,462,428</u>

(CONTINUED)

BOSSIER PARISH SCHOOL BOARD

**GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2004**

	<u>GENERAL</u>	<u>SALES TAX</u>	<u>DEBT SERVICE</u>	<u>BOSSIER EDUCATION EXCELLENCE PERMANENT</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 24,854,633	\$ 0	\$ 0	\$ 0
Transfers out	<u>0</u>	<u>(24,854,633)</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>24,854,633</u>	<u>(24,854,633)</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	3,206,819	0	(142,612)	1,756,205
FUND BALANCES - BEGINNING	<u>9,515,824</u>	<u>0</u>	<u>4,534,882</u>	<u>10,906,335</u>
FUND BALANCES - ENDING	<u>\$ 12,722,643</u>	<u>\$ 0</u>	<u>\$ 4,392,270</u>	<u>\$ 12,662,540</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Statement E

OTHER	
<u>GOVERNMENTAL</u>	<u>TOTAL</u>
\$ 0	\$ 24,854,633
<u>0</u>	<u>(24,854,633)</u>
<u>0</u>	<u>0</u>
(357,984)	4,462,428
<u>2,318,715</u>	<u>27,275,756</u>
<u>\$ 1,960,731</u>	<u>\$ 31,738,184</u>

(CONCLUDED)

BOSSIER PARISH SCHOOL BOARD

**Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
to the Statement of Activities
For the Year Ended June 30, 2004**

Statement F

Total net change in fund balances - governmental funds \$ 4,462,428

Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeds depreciation in the period:

Depreciation expense	(4,671,194)	
Capital outlays	4,152,855	(518,339)

Repayment of bond principal loan, notes and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 2,228,413

Amortization of bond issuance costs (6,307)

In the Statement of Activities, certain operating expenses-compensated absences (vacations and sick leave) - are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, vacation and sick time earned (\$ 488,292) exceeded the amounts used \$ 293,495 by (\$ 194,797). (194,797)

All revenues, expenses and changes in fund net assets (deficits) of the internal service fund are reported as proprietary fund type in the fund financial statement but included as governmental activities in the government-wide financial statement. (43,795)

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. 23,500

Change in net assets of governmental activities. \$ 5,951,103

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

BOSSIER PARISH SCHOOL BOARD
PROPRIETARY FUND TYPE - INTERNAL SERVICE
STATEMENT OF NET ASSETS
June 30, 2004

Statement G

ASSETS

Current assets:

Cash	\$ 565
Receivables	21,692
Interfund receivable	<u>2,533,382</u>

TOTAL ASSETS	<u>2,555,639</u>
--------------	------------------

LIABILITIES

Current liabilities:

Accounts payable	268,264
Claims payable	1,949,697
Interfund payable	<u>0</u>

TOTAL LIABILITIES	<u>2,217,961</u>
-------------------	------------------

NET ASSETS

Unrestricted	<u>337,678</u>
--------------	----------------

TOTAL NET ASSETS	<u>\$ 337,678</u>
------------------	-------------------

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

BOSSIER PARISH SCHOOL BOARD
PROPRIETARY FUND TYPE - INTERNAL SERVICE
Statement of Revenues, Expenses,
and Changes in Fund Net Assets
For The Year Ended June 30, 2004

Statement H

OPERATING REVENUE	
Premiums	\$ <u>19,284,789</u>
Total operating revenue	<u>19,284,789</u>
OPERATING EXPENSES	
Claims	19,302,584
Administration	<u>26,000</u>
Total operating expenses	<u>19,328,584</u>
Operating income (loss)	(43,795)
NET ASSETS - BEGINNING	<u>381,473</u>
NET ASSETS - ENDING	<u>\$ 337,678</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

BOSSIER PARISH SCHOOL BOARD
 PROPRIETARY FUND TYPE - INTERNAL SERVICE
 Statement of Cash Flows
 For the Year Ended June 30, 2004

Statement I

CASH FLOW FROM OPERATING ACTIVITIES	
Premiums	\$ 19,966,097
Claims paid	(19,939,532)
Other payments	<u>(26,000)</u>
Net cash provided by operating activities	<u>565</u>
Net increase (decrease) in cash and cash equivalents	565
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>0</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 565</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating income (loss)	\$ (43,795)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Change in assets and liabilities:	
(Increase) decrease in receivable	681,308
Increase (decrease) in accounts payable	(617,021)
Increase (decrease) in claims payable	<u>(19,927)</u>
Net cash provided (used) for operating activities	<u>\$ 565</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

BOSSIER PARISH SCHOOL BOARD
FIDUCIARY FUND
STATEMENT OF ASSETS AND LIABILITIES
June 30, 2004

	Statement J
	<u>AGENCY FUND</u>
ASSETS	
Cash and cash equivalents	\$ <u>1,732,401</u>
TOTAL ASSETS	<u>1,732,401</u>
LIABILITIES	
Deposits due others	<u>1,732,401</u>
TOTAL LIABILITIES	<u>\$ 1,732,401</u>

THE NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT.

Bossier Parish School Board
Notes to the Basic Financial Statements

	<u>Page</u>
INDEX	
NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	38
A. REPORTING ENTITY	38
B. FUNDS	38
C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING	39
D. CASH AND CASH EQUIVALENTS	41
E. INVESTMENTS	41
F. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES	41
G. INVENTORIES AND PREPAID ITEMS	41
H. CAPITAL ASSETS	42
I. DEFERRED REVENUES	42
J. COMPENSATED ABSENCES	42
K. RESTRICTED NET ASSETS	43
L. FUND EQUITY OF FUND FINANCIAL STATEMENTS	43
M. INTERFUND TRANSACTIONS	43
N. SALES TAXES	43
O. BUDGETS	43
P. USE OF ESTIMATES	44
Q. ELIMINATION AND RECLASSIFICATIONS	44
NOTE 2 - LEVIED TAXES	44
NOTE 3 - DEPOSITS	45
NOTE 4 - INVESTMENTS	46
NOTE 5 - RECEIVABLES	46
NOTE 6 - CAPITAL ASSETS	47
NOTE 7 - RETIREMENT SYSTEMS	47
NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS	49
NOTE 9 - ACCOUNTS, SALARIES AND OTHER PAYABLES	49
NOTE 10 - COMPENSATED ABSENCES	49
NOTE 11 - AGENCY FUND DEPOSITS DUE OTHERS	49
NOTE 12 - LONG-TERM LIABILITIES	50
NOTE 13 - INTERFUND ASSETS/LIABILITIES (FFS LEVEL ONLY)	51
NOTE 14 - RESERVED AND DESIGNATED FUND BALANCES (FFS LEVEL ONLY)	51
NOTE 15 - INTERFUND TRANSFERS	52
NOTE 16 - RISK MANAGEMENT	52
NOTE 17 - LITIGATION AND CLAIMS	53
NOTE 18 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES	53
NOTE 19 - ECONOMIC DEPENDENCY	53
NOTE 20 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY	53

Bossier Parish School Board
Notes to the Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES The accompanying financial statements of the Bossier Parish School Board have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. REPORTING ENTITY The Bossier Parish School Board was created by Louisiana Revised Statute LSA-R.S. 17:51 to provide public education for the children within Bossier Parish. The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the state of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of twelve members who are elected from twelve districts for terms of four years.

The School Board operates thirty schools within the parish with a total enrollment of approximately 18,954 pupils. In conjunction with the regular educational programs, some of these schools offer special education and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

B. FUNDS The accounts of the School Board are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

The funds of the School Board are classified into three categories: governmental, proprietary, and fiduciary.

Governmental Funds Governmental funds are used to account for the School Board's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. The School Board reports the following major governmental funds:

General fund – the primary operating fund of the School Board. It accounts for all financial resources of the School Board, except those required to be accounted for in another fund.

Debt service fund – accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. This fund receives a dedicated portion of ad valorem taxes paid to the School Board.

Sales tax fund – accounts for the collection of sales tax in Bossier Parish. The monies are then transferred to the appropriate fund for expenditures.

Proprietary Funds Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on measurement, which, together with the maintenance of equity is an important financial indicator. The School Board reports the following proprietary fund:

Internal service fund – accounts for operations that provide services to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis, employee health insurance program.

Fiduciary Funds Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments.

Bossier Parish School Board
Notes to the Basic Financial Statements

Agency funds are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. These funds are used to account for assets that the government holds for others in an agency capacity. These agency funds are as follows:

School activities fund – accounts for assets held by the School Board as an agent for the individual schools and school organizations.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Government-Wide Financial Statements (GWFS) The Statement of Net Assets and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Statement of Fiduciary Assets and Liabilities at the fund financial statement level.

The Statement of Net Assets and the Statement of Activities was prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions."

Internal Activities The employees' health insurance internal service fund provides services to the governmental funds. Accordingly, the employees' health insurance fund activity was rolled up into the governmental activities. Pursuant to GASB Statement No. 34 Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments," as much as possible, the internal activities have been eliminated in order to avoid the "grossing-up" effect of a straight inclusion.

Program revenues Program revenues include 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions; program revenues reduce the cost of the function to be financed from the School Board's general revenues. Charges for services are primarily derived from cafeteria sales. Operating grants and contributions consist of the many educational grants received from the federal and state government.

Allocation of indirect expenses The School Board reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the direct expense of each function. Interest on general long-term debt is considered an indirect expense and is reported separately in the Statement of Activities. Other indirect expenses are not allocated.

Bossier Parish School Board
Notes to the Basic Financial Statements

Fund Financial Statements (FFS)

Governmental Funds The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due. Compensated absences and claims and judgments are reported in a governmental fund only if the claims are due and payable.

With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Ad valorem taxes are recognized when all applicable eligibility requirements are met and the resources are available.

Sales taxes are recognized when the underlying exchange takes place and the resources are available.

Entitlements and shared revenues (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Other receipts become measurable and available when cash is received by the School Board and are recognized as revenue at that time.

Expenditures

Salaries are recorded as paid. Unpaid salaries for nine-month employees who are paid over twelve months are accrued at June 30. Substantially all other expenditures are recognized when the related fund liability has been incurred.

Other financing sources (uses) Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of capital assets, debt extinguishments, long-term debt proceeds, et cetera) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Proprietary Fund Proprietary fund is accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. With this measurement focus, all assets and all liabilities associated with the operation of this fund is included on the balance sheet.

Operating revenues and expenses Proprietary fund distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Bossier Parish School Board
Notes to the Basic Financial Statements

Fiduciary fund The *agency fund* is custodial in nature and does not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting.

D. CASH AND CASH EQUIVALENTS Cash includes amounts in demand deposits, interest-bearing demand deposits and time deposit accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the School Board may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

E. INVESTMENTS Investments are limited by R.S. 33:2955 and the School Board's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

The investments are reflected at fair value except for the following which are permitted per GASB Statement No. 31:

1. Investments in *nonparticipating* interest-earning contracts, such as nonnegotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure.
2. The School Board reports at amortized cost money market investments and *participating* interest-earning investment contracts that have a remaining maturity at time of purchase of one year or less.

Definitions:

Interest-earning investment contracts include time deposits with financial institutions (such as certificates of deposit), repurchase agreements, and guaranteed investment contracts.

Money market investments are short-term, highly liquid debt instruments that include U. S. Treasury obligations.

F. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as interfund receivables/payables on the balance sheet. Short-term interfund loans are also classified as interfund receivables/payables.

G. INVENTORIES AND PREPAID ITEMS Inventories of the governmental fund type are accounted for using the consumption method where expenditures are recognized as inventory is used.

Inventory of the school food service special revenue fund consists of food purchased by the School Board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. Unused commodities at June 30 are reported as deferred revenue. All purchased inventory items are valued at cost (first-in, first-out) and commodities are assigned values based on information provided by the United States Department of Agriculture.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Bossier Parish School Board
Notes to the Basic Financial Statements

H. CAPITAL ASSETS Capital assets are recorded at historical cost and depreciated over their estimated useful lives (excluding salvage value). The capitalization threshold is \$1,000. Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on the following estimated useful lives:

Buildings and improvements	10 - 50 years
Furniture and equipment	5 - 20 years
Transportation equipment	8 years

Interest during construction is not capitalized on capital assets.

I. DEFERRED REVENUES Deferred revenues arise when resources are received by the School Board before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the School Board has a legal claim to the resources, the liability for deferred revenue is removed and the revenue is recognized.

J. COMPENSATED ABSENCES All School Board employees earn from 10 to 13 days of sick leave each year that can be accumulated without limitation. Upon retirement or death, unused accumulated sick leave of up to 25 days is paid to the employee or to the employee's estate at the employee's current rate of pay. Under the Louisiana Teachers' Retirement System and the Louisiana School Employees' Retirement System, all unpaid sick leave is used in the retirement benefit computation as earned service.

All 12-month employees earn from 10 to 20 days of vacation leave each year. Upon termination, employees may be paid for all unused vacation earned through June 30, 2002, and up to thirty days of unused vacation leave earned subsequent to June 30, 2002. Nine-month employees earn two work days of personal leave per academic year which is noncumulative.

The School Board's recognition and measurement criteria for compensated absences follows:

A liability for sick leave is accrued using one of the following termination approaches:

- A. An accrual for earned sick leave should be made only to the extent it is probable that the benefits will result in termination payments, rather than be taken as absences due to illness or other contingencies, such as medical appointments and funerals.
- B. Alternatively, a governmental entity should estimate its accrued sick leave liability based on the sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future to receive such payments. The School Board uses this approach to accrue the liability for sick leave.

Vacation leave and other compensated absences with similar characteristics is accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

- A. The employees' right to receive compensation are attributable to services already rendered.
- B. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

Bossier Parish School Board
Notes to the Basic Financial Statements

K. RESTRICTED NET ASSETS For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions or enabling legislation.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

L. FUND EQUITY OF FUND FINANCIAL STATEMENTS Reserves represent those portions of fund equity not appropriable for expenditures or legally segregated for a specific future use. Designations of fund balance represent tentative management plans that are subject to change.

M. INTERFUND TRANSACTIONS Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transfers are reported as transfers.

N. SALES TAXES On April 15, 1969, the voters of Bossier Parish approved a one percent sales and use tax to be used to supplement salaries and benefits of teachers and other School Board employees for the operation of public schools in Bossier Parish.

On September 16, 1978, the voters of Bossier Parish approved a one-half of one percent sales tax. This to be used for the retirement of the School Board's sales tax bonds, the maintenance and upkeep of the school system's air conditioners and any other lawful purpose of the school system.

O. BUDGETS

General Budget Practices The School Board follows these procedures in establishing the budgetary data reflected in the combined financial statements:

State statute requires budgets be adopted for the general fund and all special revenue funds.

Each year prior to September 15, the Superintendent submits to the Board proposed annual budgets for the general fund and special revenue funds' budgets. Public hearings are conducted, prior to the Board's approval, to obtain taxpayer comments. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year-end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the function level. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. These revisions were considered significant by the Board. All budget revisions are approved by the Board.

**Bossier Parish School Board
Notes to the Basic Financial Statements**

Budget Basis of Accounting All governmental funds' budgets are prepared on the modified accrual basis of accounting, a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function.

P. USE OF ESTIMATES The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Q. ELIMINATION AND RECLASSIFICATIONS In the process of aggregating data for the statement of net assets and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

NOTE 2 - LEVIED TAXES The School Board levies taxes on real and business personal property located within Bossier Parish's boundaries. Property taxes are levied by the School Board on property values assessed by the Bossier Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

The Bossier Parish Sheriff's Office bills and collects property taxes for the School Board. Collections are remitted to the School Board monthly.

Property Tax Calendar

Millage rates adopted	January 1, 2003
Levy date	January 1, 2003
Tax bills mailed	November 27, 2003
Due date	December 31, 2003
Lien date	January 1, 2004
Tax sale date, 2003 delinquent property	May 2004

Assessed values are established by the Bossier Parish Tax Assessor each year on a uniform basis at the following ratios of assessed value to fair market value:

10% land	15% machinery
10% residential improvements	15% commercial improvements
15% industrial improvements	25% public service properties, excluding land

A revaluation of all property is required to be completed no less than every four years. The last revaluation was completed for the roll of January 1, 2000. Total assessed value was \$522,316,590 in calendar year 2003. Louisiana state law exempts the first \$7,500 of assessed value of a taxpayer's primary residence from parish property taxes. This homestead exemption was \$130,017,316 of the assessed value in calendar year 2003.

**Bossier Parish School Board
Notes to the Basic Financial Statements**

the rate of 1.25% per month until the taxes are paid. After notice is given to the delinquent taxpayers, the sheriff is required by the *Constitution of the State of Louisiana* to sell the least quantity of property necessary to settle the taxes and interest owed.

The tax roll is prepared by the tax assessor and approved by the State Tax Commission in November of each year. The amount of 2004 property taxes to be collected occurs in December 2004 and January and February 2004. All property taxes are recorded in the general and debt service funds. The School Board considers the lien date (January 1, 2004) as the date an enforceable legal claim occurs for 2004 property taxes. Property tax revenue is recognized in the period for which the taxes are levied (budgeted). Accordingly, the 2004 property taxes are budgeted in the 2004-2005 fiscal year of the School Board.

Estimated uncollectible taxes are those taxes based on past experience which will not be collected in the subsequent year and are primarily due to subsequent adjustments to the tax roll. Historically, virtually all ad valorem taxes receivable were collected since they are secured by property. Therefore, there is no allowance for uncollectible taxes.

The following is a summary of authorized and levied (tax rate per \$1,000 Assessed Value) ad valorem taxes:

<u>Parish-wide Taxes</u>	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Constitutional	4.22	4.22	Statutory
Special maintenance and operations	9.61	9.61	2013
Special salaries and benefits	9.61	9.61	2013
Special salaries and benefits	26.50	26.50	2015
Bond and interest	Variable	3.20	2017

NOTE 3 - DEPOSITS At June 30, 2004, the School Board has deposits totaling \$33,764,748.

Deposits are stated at cost, which approximates fair value. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At year-end, the School Board's carrying amount of deposits was \$33,764,748 and the bank balance was \$21,644,360. Of the bank balance, \$1,270,946 was covered by federal depository insurance or by collateral held by the School Board's agent in the School Board's name (GASB Category 1). The remaining \$20,373,414 was collateralized with securities held by the pledging financial institution's trust department or agent but not in the School Board's name (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the School Board that the fiscal agent has failed to pay deposited funds upon demand.

**Bossier Parish School Board
Notes to the Basic Financial Statements**

NOTE 4 - INVESTMENTS Investments are categorized into these three categories of credit risk:

1. Insured or registered, or securities held by the School Board or its agent in the School Board's name.
2. Uninsured and unregistered, with securities held by the counter party's trust department or agent in the School Board's name.
3. Uninsured and unregistered, with securities held by the counter party, or by its trust department or agent but not in the School Board's name.

<u>Type of investment</u>	<u>Category 1</u>	<u>Carrying Amount Fair Value</u>	<u>Total Carrying Amount</u>
U. S. Government Securities	<u>\$12,136,059</u>	<u>\$12,136,059</u>	<u>\$12,136,059</u>
Total investments		<u>\$12,136,059</u>	<u>\$12,136,059</u>

NOTE 5 - RECEIVABLES The receivables at June 30, 2004, are as follows:

	<u>General</u>	<u>Sales Tax</u>	<u>Debt Service</u>	<u>Bossier Education Excellence Permanent</u>	<u>Other Governmental</u>	<u>Internal Service</u>	<u>Total</u>
Taxes:							
Ad valorem	\$ 67,030	\$ 0	\$ 6,803	\$ 0	\$ 0	\$ 0	\$ 73,833
Sales tax	0	2,477,643	0	0	0	0	2,477,643
Intergovernmental - grants:							
Federal	308,105	0	0	0	712,090	0	1,020,195
State	768,741	0	0	0	0	0	768,741
Other	178,008	0	5,707	129,774	22,687	21,692	357,868
Total	<u>\$1,321,884</u>	<u>\$2,477,643</u>	<u>\$ 12,510</u>	<u>\$ 129,774</u>	<u>\$ 734,777</u>	<u>\$ 21,692</u>	<u>\$4,698,280</u>

The School Board expects to collect these balances in full; therefore, no allowance for doubtful accounts was established.

Bossier Parish School Board
Notes to the Basic Financial Statements

NOTE 6 - CAPITAL ASSETS Capital assets balances and activity for the year ended June 30, 2004, is as follows:

	Balance July 1, 2003	Additions	Retirements	Balance June 30, 2004
Governmental Activities:				
Land	\$ 557,469	\$ 0	\$ 0	\$ 557,469
Exhaustible Capital Assets:				
Buildings	119,662,120	592,377	0	120,254,497
Furniture and equipment	21,628,143	3,272,449	0	24,900,592
Transportation equipment	8,350,248	288,029	0	8,638,277
Total	<u>149,640,511</u>	<u>4,152,855</u>	<u>0</u>	<u>153,793,366</u>
Less accumulated depreciation:				
Buildings	74,553,597	2,637,626	0	77,191,223
Furniture and equipment	16,615,028	1,400,175	0	18,015,203
Transportation equipment	6,586,835	633,393	0	7,220,228
Total	<u>97,755,460</u>	<u>4,671,194</u>	<u>0</u>	<u>102,426,654</u>
Governmental Activities:				
Capital assets, net	<u>\$ 52,442,520</u>	<u>\$ (518,339)</u>	<u>\$ 0</u>	<u>\$ 51,924,181</u>

Depreciation expense was charged to governmental activities as follows:

Regular programs	\$ 2,739,627
Special programs	73,708
Other instructional programs	746,501
Student Services	14,114
Instructional staff support	231,316
General administration	26,253
School administration	96,853
Business services	103,001
Plant services	129,733
Student transportation services	353,544
Central services	46,443
Food services	110,101
Total depreciation expense	<u>\$ 4,671,194</u>

NOTE 7 - RETIREMENT SYSTEMS

Plan description Substantially all School Board employees participate in either the Teachers' Retirement System or the School Employees' Retirement System (the Systems), which are cost-sharing, multiple-employer public employee retirement systems (PERS). Benefit provisions are ultimately approved and amended by the Louisiana Legislature.

Participation in the Teachers' Retirement System is divided into two plans - the Teachers' Regular Plan and the Teachers' Plan A. In general, professional employees (such as teachers and principals) and lunchroom workers are members of the Louisiana Teachers' Retirement System (TRS); other employees, such as custodial personnel and bus drivers, are members of the Louisiana School Employees' Retirement System (LSERS). Generally, all full-time employees are eligible to participate in the system.

**Bossier Parish School Board
Notes to the Basic Financial Statements**

With respect to the Teachers' Retirement System Regular Plan, normal retirement is at age sixty with ten years of service, or at any age with twenty years of service. The formula for annual maximum retirement benefits is generally two percent (with less than twenty-five years of service) or 2.5 percent (with twenty-five or more years of service) times the years of creditable service times the average salary of the thirty-six highest successive months (plus \$300 applicable to persons becoming members prior to July 1, 1986).

Under the Teachers' Retirement System Plan A, normal retirement is generally at any age with 30 or more years of creditable service, at age fifty-five with at least twenty-five years of creditable service and at age sixty with at least ten years of creditable service. The retirement benefit formula is generally three percent times the years of creditable service times the average salary of the thirty-six highest successive months plus \$24 per year of service.

Employees participating in the School Employees' Retirement System are eligible for normal retirement after thirty years of service, or after twenty-five years of service at age fifty-five or after ten years of service at age sixty. The maximum retirement allowance is computed at 2.5 percent times the highest thirty-six months of average salary, times the years of service plus a supplement of \$2.00 per month times the years of service.

Both TRS and LSERS issue annual financial reports. The reports can be obtained by telephoning or writing to the following:

Teachers' Retirement System of Louisiana
Post Office Box 94123
Baton Rouge, Louisiana 70804-9123
(225) 925-6446

Louisiana School Employees' Retirement System
Post Office Box 44516
Baton Rouge, Louisiana 70804
(225) 925-6484

Funding Policy Each system is administered and controlled at the state level by a separate board of trustees, with contribution rates approved and amended by the Louisiana Legislature. Benefits of the systems are funded by employee and employer contributions. Benefits granted by the retirement systems are guaranteed by the state of Louisiana under provisions of the Louisiana Constitution of 1974.

In addition, the employer does not remit to the Teachers' Retirement System, Regular Plan or Plan A, the employer's contribution for the professional improvement program (PIP) portion of payroll. The PIP contribution is made directly to the Retirement System by the state of Louisiana.

Contribution rates (as a percentage of covered salaries) for active plan members as established by the Louisiana Legislature for the year ended June 30, 2004, are as follows:

	<u>Employee</u>	<u>Employer</u>
Louisiana Teachers' Retirement System:		
Regular	8.00%	13.80%
Plan A	9.10%	13.80%
Louisiana School Employees' Retirement System	7.50%	8.50%

Total covered payroll of the School Board for TRS - Regular Plan, TRS - Plan A, and LSERS for the year ended June 30, 2004, amounted to \$65,639,561, \$349,008 and \$7,848,119, respectively. Employer contributions for the year ended June 30, 2004, and each of the two preceding years are as follows:

**Bossier Parish School Board
Notes to the Basic Financial Statements**

<u>Fiscal Year Ended</u>TRS.....	LSERS.....	
	Annual Actuarially Required Contribution	Percentage of Annual Required Contribution Paid	Annual Actuarially Required Contribution	Percentage of Annual Required Contribution Paid
30-Jun-02	\$ 8,028,764	100.00%	\$ 0	100.00%
30-Jun-03	10,095,363	77.50%	810,282	0.00%
30-Jun-04	10,616,135	81.40%	846,859	78.77%

The actuarially-required contributions were made. Annual actuarially required contributions for each plan above is based on the plan's annual financial report for that year except for TRS for the year ended June 30, 2004. The annual actuarially required contribution for TRS for the year ended June 30, 2004, is based upon the plan's annual financial report for the year ended June 30, 2003, which is the latest information available.

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits for retirees and similar benefits for active employees are provided through the Louisiana Group Benefits whose monthly premiums are paid jointly by the employee and by the School Board. The School Board recognizes the cost of providing these benefits (which includes the state's reimbursement) as an expenditure when the monthly premiums are due. The cost of retiree benefits included in these expenditures was \$2,454,504, for approximately 1,102 retirees.

NOTE 9 - ACCOUNTS, SALARIES AND OTHER PAYABLES The payables at June 30, 2004, are as follows:

	Other			Total
	General	Governmental	Internal Service	
Salaries	\$ 8,971,528	\$ 1,751,926	\$ 0	\$ 10,723,454
Accounts	3,491,294	357,020	268,264	4,116,578
Total	\$ 12,462,822	\$ 2,108,946	\$ 268,264	\$ 14,840,032

NOTE 10 - COMPENSATED ABSENCES At June 30, 2004, employees of the School Board have accumulated and vested \$6,172,848 of employee leave benefits, which includes \$88,227 of employee-related benefits. These benefits were computed in accordance with GASB Codification Section C60.

NOTE 11 - AGENCY FUND DEPOSITS DUE OTHERS A summary of changes in agency fund deposits due others follows:

	Balance, Beginning	Additions	Deductions	Balance, Ending
School activity fund	<u>\$1,716,192</u>	<u>6,035,910</u>	<u>6,019,701</u>	<u>1,732,401</u>

Bossier Parish School Board
Notes to the Basic Financial Statements

NOTE 12 - LONG-TERM LIABILITIES The following is a summary of the long-term obligation transactions for the year ended June 30, 2004:

	Beginning Balance	Additions	Deductions	Ending Balance	Amounts due Within One Year
Governmental Activities					
Bonds payable	\$ 14,560,000	\$ 0	\$ 705,000	\$ 13,855,000	\$ 750,000
Note payable	299,033	0	88,394	210,639	70,152
Certificate of Indebtedness	665,000	0	665,000	0	0
QZAB loan payable	2,799,655	0	223,972	2,575,683	223,972
Claims and Judgements payable	2,315,927	18,626,637	18,646,564	2,296,000	2,286,000
Capital leases payable	926,149	0	546,046	380,103	261,080
Compensated absences	5,978,051	488,292	293,495	6,172,848	293,495
Governmental Activities					
Long-term debt	<u>\$ 27,543,815</u>	<u>\$ 19,114,929</u>	<u>\$ 21,168,471</u>	<u>\$ 25,490,273</u>	<u>\$ 3,884,699</u>

The compensated absences liability attributable to the governmental activities will be liquidated 100% by the General Fund.

The individual issues are as follows:

Date	Original Amount	Interest Rates	Final Payment Due	Interest to Maturity	Principal Outstanding	Amount Due Within One Year
Parish-wide 1996	\$9,000,000	5.00-10.00%	2016	\$ 2,670,980	\$ 7,295,000	\$ 405,000
Parish-wide 1997	8,000,000	4.50-10.00%	2017	2,328,836	6,560,000	345,000
Notes payable - EPA 1988	579,609	Noninterest	2005	0	13,958	13,959
Notes payable - EPA 1988	1,011,499	Noninterest	2008	0	196,681	56,194
QZAB 2001	3,000,000	Noninterest	2015	0	2,575,683	223,972
				<u>\$ 4,999,816</u>	<u>\$16,641,322</u>	<u>\$ 1,044,125</u>

All principal and interest requirements are funded in accordance with Louisiana law by the annual ad valorem tax levy on taxable property within the parish. At June 30, 2004, the School Board has accumulated \$4,392,270 in the debt service funds for future debt requirements. The bonds are due as follows:

Year Ending June 30.	Principal Payments	Interest Payments	Total
2005			
2006	\$ 1,044,124	\$ 683,162	\$ 1,727,286
2007	1,075,166	624,176	1,699,342
2008	1,125,166	586,250	1,711,416
2009	1,152,071	545,924	1,697,995
2010-2014	1,178,972	502,976	1,681,948
2015-2017	7,114,862	1,751,426	8,866,288
2018	3,950,961	305,902	4,256,863
Total	<u>\$16,641,322</u>	<u>\$ 4,999,816</u>	<u>\$21,641,138</u>

In accordance with Louisiana Revised Statute 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 35 percent of the assessed value of taxable property. At June 30, 2004, the statutory limit is \$182,810,807 and outstanding net bonded debt totals \$9,462,730.

**Bossier Parish School Board
Notes to the Basic Financial Statements**

The school board records items under capital leases as an asset and an obligation in the accompanying financial statements. The following is an analysis of capital leases:

<u>Type:</u>	<u>Total</u>
Energy equipment	\$4,970,640
Unisys mainframe	207,160

The following is a schedule of future minimum lease payments under capital leases, together with the present value of the net minimum lease payments, as of June 30, 2004:

	Energy Equipment	Unisys Mainframe
Fiscal Year:		
2005	\$ 224,382	\$ 45,771
2006	0	45,771
2007	0	45,771
2008	0	34,059
Total	\$ 224,382	\$ 171,372
Less amounts representing interest	(3,451)	(12,200)
Present value of net minimum lease payments	\$ 220,931	\$ 159,172

NOTE 13 - INTERFUND ASSETS/LIABILITIES (FFS LEVEL ONLY)

Interfund Receivables/Payables:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	General Fund	\$ 601,781
	Sales Tax Department	3,690,699
	Bossier Education Excellence Permanent	6,767
	Other governmental	2,731,796
	Other governmental	594,040
Internal Service	Sales Tax Department	1,138,918
	General Fund	2,533,382
Total		\$ 11,297,383

The purpose of interfund assets/liabilities was to pay health insurance premiums and cover expenses in cost reimbursement programs until the reimbursement requisitions are deposited.

NOTE 14 - RESERVED AND DESIGNATED FUND BALANCES (FFS LEVEL ONLY)

Reservations:

Encumbrances Encumbrances outstanding at year end represent the estimated amount the School Board intends to honor as a commitment regardless of the lapse in the appropriation.

Debt Service This amount represents the portion of fund balance that has been reserved in the debt service fund for future payment of principal and interest on bonded debt.

Inventory This amount represents the portion of fund balance relating to inventory on hand which is therefore unavailable to be expended for other purposes.

Instructional Enhancement This amount represents the portion of fund balance that has been reserved in the Bossier Educational Excellence Fund (permanent fund).

Prepaid Items Fund balance is reserved for prepaid expenditures which indicates that fund balances in that amount is not available for appropriation and expenditures.

Bossier Parish School Board
Notes to the Basic Financial Statements

NOTE 15 - INTERFUND TRANSFERS Transfers for the year ended June 30, 2004, were as follows:

<u>Transfers</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 24,854,633	\$ 0
Sales Tax	0	24,854,633
Totals	<u>\$ 24,854,633</u>	<u>\$ 24,854,633</u>

The purpose of the interfund transfers was to pay salaries from the sales tax supplement.

NOTE 16 - RISK MANAGEMENT The School Board maintains a risk management program for workers' compensation. During fiscal year 2004 a total of \$123,396 was incurred in benefits and administrative costs. An excess coverage insurance policy covers individual claims in excess of \$150,000. Interfund premiums are based primarily upon the individual funds payroll and are reported as expenditures in the individual funds.

The School Board maintains a risk management program for employees' health insurance. Premiums are paid into the health insurance internal service fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program. An excess coverage insurance policy covers individual claims in excess of \$150,000. Interfund premiums are based primarily upon the individual funds' payroll and are reported as expenditures in the individual funds. The incurred but not reported claims at year end of \$1,949,697 has been accrued based upon the third party administrator's calculation using historical claim experience. Claims payable does not include incremental costs.

Changes in the claims amount in the current and the previous fiscal years are as follows:

	<u>Beginning of Fiscal Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Benefit Payments and Claims</u>	<u>Ending of Fiscal Year Liability</u>
Group Health Insurance:				
2001-2002	\$1,755,692	\$17,197,562	\$17,047,361	\$1,905,893
2002-2003	1,905,893	18,161,947	18,098,216	1,969,624
2003-2004	1,969,624	18,503,241	18,523,168	1,949,697
Worker's Compensation				
2001-2002	336,303	272,909	272,909	336,303
2002-2003	336,303	203,392	203,392	336,303
2003-2004	336,303	123,396	123,396	336,303
Claims and judgments				
2001-2002	10,000	432,500	0	442,500
2002-2003	442,500	0	432,500	10,000
2003-2004	10,000	0	0	10,000

The claims and judgments liability attributable to the governmental activities will be liquidated 100% by the internal service fund.

**Bossier Parish School Board
Notes to the Basic Financial Statements**

In addition, the School Board is at risk for property damage, liability and theft which are covered by commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 17 - LITIGATION AND CLAIMS

Litigation The School Board is a defendant in several lawsuits. Management and legal counsel for the School Board believe that the potential claims against the School Board not covered by insurance would not materially affect the School Board's financial position.

Grant Disallowances The School Board participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. School Board management believes that the amount would not be material.

Tax Arbitrage Rebate Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). Management believes there is no tax arbitrage rebate liability at year end.

NOTE 18 - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES On-behalf payments for fringe benefits and salaries are direct payments made by an entity (the paying agent) to a third-party recipient for the employees of another, legally separate entity (the employer entity). GASB Statement No. 24 requires employer governments to recognize revenue and expenditures or expenses for these on-behalf payments.

The state of Louisiana made pension contributions (regarding Professional Improvement Program) directly to the Teachers' Retirement System of Louisiana on behalf of the School Board in the amount of \$47,246. This amount was recognized as state revenue and a corresponding expenditure in the applicable fund from which the salary was paid.

NOTE 19 - ECONOMIC DEPENDENCY Statement of Financial Accounting Standards (SFAS) No. 14 requires disclosure in financial statements of a situation where one entity provides more than 10% of the audited entity's revenue. The Minimum Foundation funding provided by the state to all public school systems in Louisiana is primarily based on October 1 student count. The state provided \$64,280,880 to the School Board, which represents approximately 47.7% of the School Board's total revenue for the year.

NOTE 20 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Excess of Expenditures Over Appropriations in Individual Funds The following individual funds had actual expenditures over budgeted expenditures for the year ended June 30, 2004:

	Budget	Actual	Unfavorable Variance
General Fund	\$ 110,972,617	\$ 111,247,385	\$ 274,768

Actual expenditures exceeded appropriations as a result of unanticipated expenditures occurring in the month of June after the last budget revision.

Bossier Parish School Board

**REQUIRED SUPPLEMENTAL
INFORMATION**

Bossier Parish School Board
Budgetary Comparison Schedule

General Fund and Major Special Revenue Funds With Legally Adopted Annual Budgets

GENERAL FUND The general fund accounts for all activities of the School Board except those that are accounted for in other funds.

SALES TAX The sales tax fund accounts for the collection of sales tax in Bossier Parish applicable to the School Board.

BOSSIER PARISH SCHOOL BOARD

**GENERAL FUND
Budgetary Comparison Schedule
For the Year Ended June 30, 2004**

Exhibit 1-1

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	VARIANCE WITH
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNTS</u>	<u>FINAL BUDGET</u>
			(Budgetary Basis)	POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 5,641,798	\$ 8,060,849	\$ 9,515,824	\$ 1,454,975
<i>Resources (inflows)</i>				
Local sources:				
Taxes:				
Ad valorem	20,043,395	20,042,735	18,827,632	(1,215,103)
Interest earnings	115,150	84,890	122,524	37,634
Other	1,896,473	2,294,427	2,908,178	613,751
State sources:				
Equalization	60,455,370	62,529,566	62,529,566	0
Other	2,281,637	2,866,694	2,866,694	0
Federal sources	2,394,296	2,513,855	2,344,977	(168,878)
Transfers from other funds	<u>22,000,000</u>	<u>25,010,617</u>	<u>24,854,633</u>	<u>(155,984)</u>
Amounts available for appropriations	<u>114,828,119</u>	<u>123,403,633</u>	<u>123,970,028</u>	<u>566,395</u>
<i>Charges to appropriations (outflows)</i>				
General government:				
Instruction:				
Regular programs	45,809,885	45,689,080	45,924,409	(235,329)
Special programs	12,897,736	13,918,643	13,918,643	0
Other instructional programs	9,048,523	10,474,203	10,474,202	1
Support services:				
Student services	4,718,448	4,882,112	4,882,111	1
Instructional staff support	5,224,958	5,323,292	5,323,292	0
General administration	1,041,890	781,189	820,629	(39,440)
School administration	8,725,984	7,540,722	7,540,722	0
Business services	1,111,467	1,197,035	612,739	584,296
Plant services	11,170,949	12,046,073	12,481,634	(435,561)
Student transportation services	7,327,200	6,541,217	6,541,217	0
Central services	1,073,361	936,067	936,067	0
Community service programs	45,120	45,120	200,776	(155,656)
Capital Outlay	0	435,560	0	435,560
Debt service:				
Principal retirement	753,395	977,367	1,523,413	(546,046)
Interest and bank charges	29,593	29,281	67,531	(38,250)
Transfers to other funds	<u>150,000</u>	<u>155,656</u>	<u>0</u>	<u>155,656</u>
Total charges to appropriations	<u>108,928,509</u>	<u>110,972,617</u>	<u>111,247,385</u>	<u>(274,768)</u>
BUDGETARY FUND BALANCES, ENDING	\$ <u>5,899,610</u>	\$ <u>12,431,016</u>	\$ <u>12,722,643</u>	\$ <u>291,627</u>

BOSSIER PARISH SCHOOL BOARD

SPECIAL REVENUE
SALES TAX
Budgetary Comparison Schedule
For the Year Ended June 30, 2004

Exhibit 1-2

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS	FINAL BUDGET
			(Budgetary Basis)	POSITIVE (NEGATIVE)
BUDGETARY FUND BALANCES, BEGINNING	\$ 0	\$ 0	\$ 0	0
<i>Resources (inflows)</i>				
Local sources:				
Taxes:				
Sales tax	22,422,351	25,136,743	25,136,743	0
Amounts available for appropriations	22,422,351	25,136,743	25,136,743	0
<i>Charges to appropriations (outflows)</i>				
General government:				
Support services:				
General administration	225,000	126,126	282,110	(155,984)
Transfers to other funds	22,197,351	25,010,617	24,854,633	155,984
Total charges to appropriations	22,422,351	25,136,743	25,136,743	0
BUDGETARY FUND BALANCES, ENDING	\$ 0	\$ 0	\$ 0	0

SEE NOTES TO BUDGETARY COMPARISON SCHEDULES

**Bossier Parish School Board
Notes to Budgetary Comparison Schedules
For the Year Ended June 30, 2004**

A. BUDGETS

General Budget Practices The School Board follows these procedures in establishing the budgetary data reflected in the combined financial statements:

State statute requires budgets be adopted for the general fund and all special revenue funds.

Each year prior to September 15, the Superintendent submits to the Board proposed annual budgets for the general fund and special revenue funds' budgets. Public hearings are conducted, prior to the Board's approval, to obtain taxpayer comments. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year-end.

Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the function level. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. These revisions were considered significant by the Board. All budget revisions are approved by the Board.

Budget Basis of Accounting All governmental funds' budgets are prepared on the modified accrual basis of accounting, a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts are as originally adopted or as amended by the Board. Legally, the Board must adopt a balanced budget; that is, total budgeted revenues and other financing sources including fund balance must equal or exceed total budgeted expenditures and other financing uses. State statutes require the Board to amend its budgets when revenues plus projected revenues within a fund are expected to be less than budgeted revenues by five percent or more and/or expenditures within a fund are expected to exceed budgeted expenditures by five percent or more. The School Board approves budgets at the function level and management can transfer amounts between line items within a function.

B. EXCESS OF EXPENDITURES OVER BUDGET – MAJOR FUNDS

For those funds for which a budget to actual comparison was made, 2004 actual expenditures exceeded budgeted expenditures at the level of budgetary control as follows:

	Expenditures		Unfavorable Variance
	Budget	Actual	
General Fund			
Regular Programs	\$45,689,080	\$45,924,409	\$235,329
General Administration	781,189	820,629	39,440
Plant Services	12,046,073	12,481,634	435,561
Community service programs	45,120	200,776	155,656
Principal retirement	977,367	1,523,413	546,046
Interest and bank charges	29,281	67,531	38,250
Sales Tax			
General Administration	126,126	282,110	155,984

BOSSIER PARISH SCHOOL BOARD

**Notes to the Budgetary Comparison Schedule
For the Year Ended June 30, 2004**

Note C- Budget to GAAP Reconciliation - Explanation of differences between budgetary inflows and outflows and GAAP revenues and expenditures

	<u>GENERAL FUND</u>	<u>SALES TAX</u>
<u>Sources/inflows of resources:</u>		
Actual amounts (budgetary basis) "available for appropriation" from the Budgetary Comparison Schedule	\$ 123,970,028	\$ 25,136,743
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes	(9,515,824)	0
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes	(24,854,633)	0
Proceeds from capital lease are inflows of budgetary resources but are not revenues for financial reporting purposes	<u>0</u>	<u>0</u>
Total revenues as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 89,599,571</u>	<u>\$ 25,136,743</u>
<u>Uses/outflows of resources:</u>		
Actual amounts (budgetary basis) "Total charges to appropriations" from the Budgetary Comparison Schedule	\$ 111,247,385	\$ 25,136,743
Transfer to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>0</u>	<u>(24,854,633)</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 111,247,385</u>	<u>\$ 282,110</u>

Bossier Parish School Board

SUPPLEMENTAL INFORMATION

Bossier Parish School Board

**COMBINING
NONMAJOR GOVERNMENTAL FUNDS -
BY FUND TYPE**

BOSSIER PARISH SCHOOL BOARD
NONMAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet - By Fund Type
June 30, 2004

Exhibit 2

	SPECIAL REVENUE	CAPITAL PROJECTS	TOTAL
ASSETS			
Cash and cash equivalents	\$ 4,488,086	\$ 83,903	\$ 4,571,989
Receivables	734,777	0	734,777
Interfund receivables	1,144	1,731,814	1,732,958
Inventory	34,370	0	34,370
Prepaid expenses	0	0	0
	<u>5,258,377</u>	<u>1,815,717</u>	<u>7,074,094</u>
TOTAL ASSETS			
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts, salaries and other payables	2,030,967	77,979	2,108,946
Interfund payables	1,258,553	1,737,738	2,996,291
Deferred revenue	8,126	0	8,126
	<u>3,297,646</u>	<u>1,815,717</u>	<u>5,113,363</u>
Total Liabilities			
Fund Balances:			
Reserved for inventory	26,496	0	26,496
Unreserved, reported in			
Special revenue	1,934,235	0	1,934,235
	<u>1,960,731</u>	<u>0</u>	<u>1,960,731</u>
Total Fund Balances			
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 5,258,377</u>	<u>\$ 1,815,717</u>	<u>\$ 7,074,094</u>

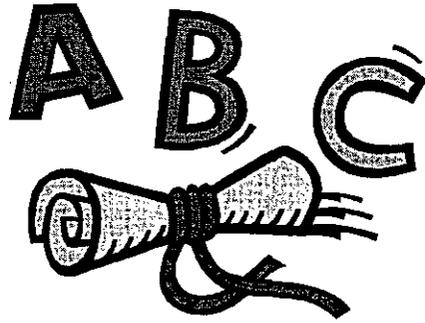
BOSSIER PARISH SCHOOL BOARD

**NONMAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances - By Fund Type
For the Year Ended June 30, 2004**

Exhibit 3

	<u>SPECIAL</u>	<u>CAPITAL</u>	
	<u>REVENUE</u>	<u>PROJECT</u>	<u>TOTAL</u>
REVENUES			
Local sources:			
Interest earnings	\$ 4,805	\$ 5,122	\$ 9,927
Food services	2,243,896	0	2,243,896
Other	84,198	0	84,198
State sources:			
Equalization	1,751,314	0	1,751,314
Other	2,185,981	0	2,185,981
Federal sources			
	<u>10,622,977</u>	<u>0</u>	<u>10,622,977</u>
 Total Revenues	 <u>16,893,171</u>	 <u>5,122</u>	 <u>16,898,293</u>
 EXPENDITURES			
Current:			
Instruction:			
Regular programs	565,935	0	565,935
Special programs	1,920,196	0	1,920,196
Other instructional programs	850,446	0	850,446
Support services:			
Student services	955,828	0	955,828
Instructional staff support	1,930,812	0	1,930,812
General administration	917,374	0	917,374
School administration	62	0	62
Business services	119,380	0	119,380
Plant services	154,924	0	154,924
Student transportation services	51,536	0	51,536
Central services	5,532	0	5,532
Food services	7,862,144	0	7,862,144
Capital outlay	<u>0</u>	<u>1,922,108</u>	<u>1,922,108</u>
 Total Expenditures	 <u>15,334,169</u>	 <u>1,922,108</u>	 <u>17,256,277</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 1,559,002	 (1,916,986)	 (357,984)
 FUND BALANCES - BEGINNING	 <u>401,729</u>	 <u>1,916,986</u>	 <u>2,318,715</u>
 FUND BALANCES - ENDING	 <u>\$ 1,960,731</u>	 <u>\$ 0</u>	 <u>\$ 1,960,731</u>

**Bossier Parish School Board
Benton, Louisiana**



Bossier Parish School Board

Nonmajor Special Revenue Funds

TITLE I To improve the educational opportunities of educationally deprived children by helping them succeed in the regular school program, attain grade level proficiency and improve achievement in basic and more advanced skills. Primarily for provision of compensatory instructional activities to educationally deprived children that reside in low-income areas and have been selected on the basis of a needs assessment. Services supplement, not supplant, those normally provided by state and local educational agencies.

TITLE II This program was designed to improve the skills of teachers and the quality of instruction in mathematics and science, also to increase the accessibility of such instruction to all students.

TITLE III To ensure that limited English proficient children (LEP) and youth, including immigrant children and youth, attain English proficiency and meet the same challenging state academic content and student academic achievement standards as all children and youth are expected to meet.

TITLE IV To establish state and local programs of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

TITLE V To assist state and local educational agencies in the reform of elementary and secondary education.

SPECIAL EDUCATION

STATE GRANTS To provide grants to states to assist them in providing a free appropriate public education to all children with disabilities.

PRESCHOOL To provide grants to states to assist them in providing a free appropriate public education to preschool disabled children aged three through five years.

REGION VII SERVICE CENTER This program was designed to provide workshops for teachers and administrators. The Teacher Evaluation Program is coordinated through this program. Workshops provide points to administrators towards their continuing education.

SCHOOL FOOD SERVICE This program was designed to assist through cash grants and food donations in providing a nutritious breakfast and lunch service for school students and to encourage the domestic consumption of nutritious agricultural commodities.

LOUISIANA EDUCATIONAL EXCELLENCE Louisiana Revised Statute (LRS): 39:98.1-98.5 established the Education Excellence Fund (EEF) as a component of the Millennium Trust. By legislative mandate, the State Department of Education has the responsibility of providing for the appropriations and oversight of monies from the Education Excellence Fund with the specific purpose of ensuring that all expenditures are used to support "excellence in educational practice."

BOSSIER PARISH SCHOOL BOARD
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2004

	TITLE I	TITLE II	TITLE III	TITLE IV
ASSETS				
Cash and cash equivalents	\$ 975,186	\$ 69,673	\$ 315	\$ 9,842
Receivables	74,404	262,869	178	107,968
Interfund receivables	1,144	0	0	0
Inventory	0	0	0	0
TOTAL ASSETS	1,050,734	332,542	493	117,810
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts, salaries and other payables	612,507	185,303	(203)	98,163
Interfund payable	438,227	146,987	696	19,647
Deferred revenues	0	252	0	0
Total Liabilities	1,050,734	332,542	493	117,810
Fund Balances:				
Reserved for inventory	0	0	0	0
Unreserved - undesignated	0	0	0	0
Total fund balances	0	0	0	0
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,050,734	\$ 332,542	\$ 493	\$ 117,810

Exhibit 4

TITLE V	SPECIAL EDUCATION	PRESCHOOL	REGION VII SERVICE CENTER	SCHOOL FOOD SERVICE	LOUISIANA EDUCATIONAL EXCELLENCE	TOTAL
\$ 67,425	\$ 450,551	\$ 27,469	\$ 0	\$ 741,725	\$ 2,145,900	\$ 4,488,086
36,524	170,959	20,869	38,319	21,961	726	734,777
0	0	0	0	0	0	1,144
0	0	0	0	34,370	0	34,370
<u>103,949</u>	<u>621,510</u>	<u>48,338</u>	<u>38,319</u>	<u>798,056</u>	<u>2,146,626</u>	<u>5,258,377</u>
97,578	356,806	32,359	7,953	639,638	863	2,030,967
6,371	264,704	15,979	28,892	72,555	264,495	1,258,553
0	0	0	0	7,874	0	8,126
<u>103,949</u>	<u>621,510</u>	<u>48,338</u>	<u>36,845</u>	<u>720,067</u>	<u>265,358</u>	<u>3,297,646</u>
0	0	0	0	26,496	0	26,496
0	0	0	1,474	51,493	1,881,268	1,934,235
0	0	0	1,474	77,989	1,881,268	1,960,731
<u>\$ 103,949</u>	<u>\$ 621,510</u>	<u>\$ 48,338</u>	<u>\$ 38,319</u>	<u>\$ 798,056</u>	<u>\$ 2,146,626</u>	<u>\$ 5,258,377</u>

BOSSIER PARISH SCHOOL BOARD
NONMAJOR SPECIAL REVENUE FUNDS
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2004

	<u>TITLE I</u>	<u>TITLE II</u>	<u>TITLE III</u>	<u>TITLE IV</u>
REVENUES				
Local sources:				
Interest earnings	\$ 0	\$ 0	\$ 0	\$ 0
Food service	0	0	0	0
Other	0	0	0	0
State sources:				
Equalization	0	0	0	0
Other	0	0	0	0
Federal sources:	<u>2,809,446</u>	<u>1,065,054</u>	<u>22,703</u>	<u>535,640</u>
Total revenues	<u>2,809,446</u>	<u>1,065,054</u>	<u>22,703</u>	<u>535,640</u>
EXPENDITURES				
Current:				
Instruction:				
Regular programs	57,539	508,396	0	0
Special programs	1,475,997	143	2,701	600
Other instructional programs	0	87,617	16,983	313,582
Support services:				
Student services	331,761	0	0	85,947
Instructional staff support	346,228	294,151	2,210	55,705
General administration	572,089	116,445	809	27,254
School administration	54	0	0	8
Business services	25,654	3,000	0	1,731
Plant services	37	49,770	0	33,606
Student transportation services	87	0	0	17,207
Central services	0	5,532	0	
Food services	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>2,809,446</u>	<u>1,065,054</u>	<u>22,703</u>	<u>535,640</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0	0
FUND BALANCES - BEGINNING	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCES - ENDING	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

Exhibit 5

TITLE V	SPECIAL EDUCATION	PRESCHOOL	REGION VII SERVICE CENTER	SCHOOL FOOD SERVICE	LOUISIANA EDUCATIONAL EXCELLENCE	TOTAL
\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,587	\$ 3,218	\$ 4,805
0	0	0	0	2,243,896	0	2,243,896
0	0	0	84,198	0	0	84,198
0	0	0	0	1,751,314	0	1,751,314
0	0	0	0	0	2,185,981	2,185,981
<u>106,063</u>	<u>2,286,591</u>	<u>109,558</u>	<u>0</u>	<u>3,687,922</u>	<u>0</u>	<u>10,622,977</u>
<u>106,063</u>	<u>2,286,591</u>	<u>109,558</u>	<u>84,198</u>	<u>7,684,719</u>	<u>2,189,199</u>	<u>16,893,171</u>
0	0	0	0	0	0	565,935
45,860	391,038	3,857	0	0	0	1,920,196
0	32,691	0	0	0	399,573	850,446
0	538,120	0	0	0	0	955,828
55,265	1,047,200	77,461	0	0	52,592	1,930,812
3,811	123,947	28,240	44,779	0	0	917,374
0	0	0	0	0	0	62
1,127	80,496	0	7,372	0	0	119,380
0	38,857	0	32,654	0	0	154,924
0	34,242	0	0	0	0	51,536
0	0	0	0	0	0	5,532
0	0	0	0	7,862,144	0	7,862,144
<u>106,063</u>	<u>2,286,591</u>	<u>109,558</u>	<u>84,805</u>	<u>7,862,144</u>	<u>452,165</u>	<u>15,334,169</u>
0	0	0	(607)	(177,425)	1,737,034	1,559,002
0	0	0	2,081	255,414	144,234	401,729
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,474</u>	<u>\$ 77,989</u>	<u>\$ 1,881,268</u>	<u>\$ 1,960,731</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 6-1

NONMAJOR SPECIAL REVENUE FUNDS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2004

	*****TITLE I*****		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Federal sources	\$ 2,809,446	\$ 2,809,446	\$ 0
Total revenues	<u>2,809,446</u>	<u>2,809,446</u>	<u>0</u>
EXPENDITURES			
Current:			
Instruction	1,974,449	1,533,536	440,913
Support services:			
Student services	331,761	331,761	0
Instructional staff support	375,528	346,228	29,300
General administration	127,708	572,089	(444,381)
School administration	0	54	(54)
Business services	0	25,654	(25,654)
Plant services	0	37	(37)
Student transportation services	0	87	(87)
Total expenditures	<u>2,809,446</u>	<u>2,809,446</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 6-2

NONMAJOR SPECIAL REVENUE FUNDS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2004

*****TITLE II*****

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Federal sources	\$ 1,065,055	\$ 1,065,054	\$ (1)
Total revenues	<u>1,065,055</u>	<u>1,065,054</u>	<u>(1)</u>
EXPENDITURES			
Current:			
Instruction	657,200	596,156	61,044
Support services:			
Instructional staff support	359,803	294,151	65,652
General administration	48,052	116,445	(68,393)
Business services	0	3,000	(3,000)
Plant services	0	49,770	(49,770)
Central services	<u>0</u>	<u>5,532</u>	<u>(5,532)</u>
Total expenditures	<u>1,065,055</u>	<u>1,065,054</u>	<u>1</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 6-3

NONMAJOR SPECIAL REVENUE FUNDS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2004

*****TITLE III*****

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Federal sources	\$ 22,703	\$ 22,703	\$ 0
Total revenues	<u>22,703</u>	<u>22,703</u>	<u>0</u>
EXPENDITURES			
Current:			
Instruction	20,064	19,684	380
Support services:			
Instructional staff support	2,210	2,210	0
General administration	<u>429</u>	<u>809</u>	<u>(380)</u>
Total expenditures	<u>22,703</u>	<u>22,703</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 6-4

NONMAJOR SPECIAL REVENUE FUNDS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2004

*****TITLE IV*****

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Federal sources	\$ 535,640	\$ 535,640	\$ 0
Total revenues	<u>535,640</u>	<u>535,640</u>	<u>0</u>
EXPENDITURES			
Current:			
Instruction	305,873	314,182	(8,309)
Support services:			
Student services	101,484	85,947	15,537
Instructional staff support	63,921	55,705	8,216
General administration	13,549	27,254	(13,705)
School administration	0	8	(8)
Business services	0	1,731	(1,731)
Plant services	33,606	33,606	0
Student transportation services	<u>17,207</u>	<u>17,207</u>	<u>0</u>
Total expenditures	<u>535,640</u>	<u>535,640</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 6-5

NONMAJOR SPECIAL REVENUE FUNDS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2004

*****TITLE V*****

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Federal sources	\$ 106,063	\$ 106,063	\$ 0
Total revenues	<u>106,063</u>	<u>106,063</u>	<u>0</u>
EXPENDITURES			
Current:			
Instruction	45,860	45,860	0
Support services:			
Instructional staff support	56,985	55,265	1,720
General administration	3,218	3,811	(593)
Business services	<u>0</u>	<u>1,127</u>	<u>(1,127)</u>
Total expenditures	<u>106,063</u>	<u>106,063</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 6-6

NONMAJOR SPECIAL REVENUE FUNDS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2004

*****SPECIAL EDUCATION*****

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Federal sources	\$ 2,286,591	\$ 2,286,591	\$ 0
Total revenues	<u>2,286,591</u>	<u>2,286,591</u>	<u>0</u>
EXPENDITURES			
<i>Current:</i>			
Instruction	451,780	423,729	28,051
Support services:			
Student services	239,536	538,120	(298,584)
Instructional staff support	1,353,539	1,047,200	306,339
General administration	106,667	123,947	(17,280)
Business services	77,747	80,496	(2,749)
Plant services	21,263	38,857	(17,594)
Student transportation services	36,059	34,242	1,817
Total expenditures	<u>2,286,591</u>	<u>2,286,591</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 6-7

NONMAJOR SPECIAL REVENUE FUNDS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2004

*****PRESCHOOL*****

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Federal sources	\$ 109,558	\$ 109,558	\$ 0
Total revenues	<u>109,558</u>	<u>109,558</u>	<u>0</u>
EXPENDITURES			
Current:			
Instruction	3,857	3,857	0
Support services:			
Instructional staff support	100,820	77,461	23,359
General administration	4,881	28,240	(23,359)
Total expenditures	<u>109,558</u>	<u>109,558</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	0	0
FUND BALANCE AT BEGINNING OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 6-8

NONMAJOR SPECIAL REVENUE FUNDS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2004

*****REGION VII SERVICE CENTER*****

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Local sources:			
Other	\$ 84,198	\$ 84,198	\$ 0
Total revenues	<u>84,198</u>	<u>84,198</u>	<u>0</u>
EXPENDITURES			
Current:			
Support services:			
General administration	44,779	44,779	0
Business services	7,372	7,372	0
Plant services	<u>32,654</u>	<u>32,654</u>	<u>0</u>
Total expenditures	<u>84,805</u>	<u>84,805</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(607)	(607)	0
FUND BALANCE AT BEGINNING OF YEAR	<u>2,081</u>	<u>2,081</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 1,474</u>	<u>\$ 1,474</u>	<u>\$ 0</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 6-9

NONMAJOR SPECIAL REVENUE FUNDS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2004

*****SCHOOL FOOD SERVICE*****

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES			
Local sources:			
Interest earnings	\$ 1,587	\$ 1,587	\$ 0
Food service	2,243,896	2,243,896	0
State sources:			
Equalization	1,751,314	1,751,314	0
Federal sources	<u>3,687,922</u>	<u>3,687,922</u>	<u>0</u>
Total revenues	<u>7,684,719</u>	<u>7,684,719</u>	<u>0</u>
EXPENDITURES			
Current:			
Food services	<u>7,862,144</u>	<u>7,862,144</u>	<u>0</u>
Total expenditures	<u>7,862,144</u>	<u>7,862,144</u>	<u>0</u>
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	(177,425)	(177,425)	0
FUND BALANCE AT BEGINNING OF YEAR	<u>255,414</u>	<u>255,414</u>	<u>0</u>
FUND BALANCE AT END OF YEAR	<u>\$ 77,989</u>	<u>\$ 77,989</u>	<u>\$ 0</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 6-10

NONMAJOR SPECIAL REVENUE FUNDS
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Budget (GAAP Basis) and Actual
 For the Year Ended June 30, 2004

	*****LOUISIANA EDUCATIONAL EXCELLENCE*****		
			VARIANCE
			FAVORABLE
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>(UNFAVORABLE)</u>
REVENUES			
Local sources:			
Interest earnings	\$ 3,218	\$ 3,218	0
State sources	<u>2,185,981</u>	<u>2,185,981</u>	<u>0</u>
 Total revenues	 <u>2,189,199</u>	 <u>2,189,199</u>	 <u>0</u>
 EXPENDITURES			
Current:			
Instruction	452,164	399,573	52,591
Support services:			
Instructional staff support	<u>0</u>	<u>52,592</u>	<u>(52,592)</u>
 Total expenditures	 <u>452,164</u>	 <u>452,165</u>	 <u>(1)</u>
 EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	 1,737,035	 1,737,034	 (1)
 FUND BALANCE AT BEGINNING OF YEAR	 <u>144,234</u>	 <u>144,234</u>	 <u>0</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 1,881,269</u>	 <u>\$ 1,881,268</u>	 <u>(1)</u>

Bossier Parish School Board

Nonmajor Capital Projects Funds

One-Half Cent Sales Tax Air Conditioner Fund To account for the acquisition and/or construction of major capital facilities by the School Board. Proceeds from general obligation bond sales are accounted for in this fund until the capital projects are completed.

QZAB Loan Fund To account for the proceeds from the Qualified Zone Academy Bond Program as well as the expenditure of those funds for capital purposes within the requirements of the debt.

BOSSIER PARISH SCHOOL BOARD
NONMAJOR CAPITAL PROJECT FUNDS
Combining Balance Sheet
June 30, 2004

Exhibit 7

	ONE-HALF CENT SALES TAX AIR CONDITIONER	QZAB LOAN	TOTAL
ASSETS			
Cash and cash equivalents	\$ 65,469	\$ 18,434	\$ 83,903
Interfund receivable	1,672,269	59,545	1,731,814
Total assets	1,737,738	77,979	1,815,717
 LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts, salaries and other payables	0	77,979	77,979
Interfund payable	1,737,738	0	1,737,738
Total liabilities	1,737,738	77,979	1,815,717
 Fund balances:			
Undesignated	0	0	0
Total Liabilities and Fund Balances	\$ 1,737,738	\$ 77,979	\$ 1,815,717

BOSSIER PARISH SCHOOL BOARD
NONMAJOR CAPITAL PROJECT FUNDS
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Year Ended June 30, 2004

Exhibit 8

	ONE-HALF CENT SALES TAX AIR CONDITIONER	QZAB LOAN	TOTAL
REVENUES			
Local sources:			
Investment earnings	\$ 0	\$ 5,122	\$ 5,122
Total revenues	0	5,122	5,122
EXPENDITURES			
Capital outlay	0	1,922,108	1,922,108
Total expenditures	0	1,922,108	1,922,108
EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES	0	(1,916,986)	(1,916,986)
FUND BALANCE - BEGINNING	0	1,916,986	1,916,986
FUND BALANCE - ENDING	\$ 0	\$ 0	\$ 0

Bossier Parish School Board

Agency Funds

SCHOOL ACTIVITIES FUND The activities of the various individual school accounts are accounted for in the school activities agency fund. While the accounts are under the supervision of the School Board, they belong to the individual schools or their student bodies and are not available for use by the School Board.

BOSSIER PARISH SCHOOL BOARD
 SCHOOL ACTIVITY AGENCY FUND
 Statement of Changes In Assets and Liabilities
 For the Year June 30, 2004

Exhibit 9

	<u>Balance,</u> <u>July 1, 2003</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance,</u> <u>June 30, 2004</u>
*****SCHOOL ACITIVY FUND*****				
ASSETS				
Cash and cash equivalents	\$ <u>1,716,192</u>	\$ <u>6,035,910</u>	\$ <u>6,019,701</u>	\$ <u>1,732,401</u>
LIABILITIES				
Deposits due others	\$ <u>1,716,192</u>	\$ <u>6,035,910</u>	\$ <u>6,019,701</u>	\$ <u>1,732,401</u>

BOSSIER PARISH SCHOOL BOARD

Exhibit 10

**SCHOOL ACTIVITIES AGENCY FUND
Schedule of Changes in Deposits Due Others
For the Year Ended June 30, 2004**

<u>SCHOOL</u>	<u>Balance, Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, Ending</u>
Adult Learning Center	\$ 5,271	\$ 12,742	\$ 13,235	\$ 4,778
Airline High	83,920	668,458	681,160	71,218
Apollo Elementary	26,364	192,170	198,605	19,929
Bellaire Elementary	95,362	154,667	171,104	78,925
Benton Elementary	41,640	157,720	168,225	31,135
Benton Middle	133,825	274,300	266,542	141,583
Benton High	124,259	549,804	544,322	129,741
Bossier Achievement Center	15,888	49,216	48,719	16,385
Bossier Elementary	33,127	37,884	50,607	20,404
Bossier High	100,945	419,012	408,489	111,468
Bossier Technical Center	16,143	35,343	29,592	21,894
Butler Elementary	1,348	0	1,348	0
Carrie Martin Elementary	11,148	37,675	35,865	12,958
Central Park Elementary	31,380	55,185	56,525	30,040
Cope Middle	53,104	207,663	215,442	45,325
Curtis Elementary	44,775	89,514	91,773	42,516
Elm Grove Middle	90,482	308,953	287,811	111,624
Greenacres Middle	46,452	219,370	214,528	51,294
Haughton High	123,493	614,731	594,342	143,882
Haughton Middle	74,799	214,608	217,606	71,801
Kerr Elementary	47,414	60,699	70,182	37,931
Life Skills Center	4,451	8,175	6,272	6,354
Meadowview Elementary	70,639	48,562	46,750	72,451
Mitchell Education Center	20,443	9,331	10,948	18,826
Parkway High	75,022	548,521	527,766	95,777
Plain Dealing Middle	12,008	12	12,020	0
Plain Dealing High	45,584	163,881	163,190	46,275
Plantation Park Elementary	7,950	70,436	67,204	11,182
Platt Elementary	52,267	120,036	113,595	58,708
Princeton Elementary	44,890	149,731	135,529	59,092
Rusheon Middle	103,240	161,126	159,928	104,438
Stockwell Elementary	15,452	127,772	136,543	6,681
Sun City Elementary	5,197	85,980	76,933	14,244
T. L. Rodes Elementary	32,610	106,661	116,898	22,373
Waller Elementary	<u>25,300</u>	<u>75,972</u>	<u>80,103</u>	<u>21,169</u>
Total	<u>\$ 1,716,192</u>	<u>\$ 6,035,910</u>	<u>\$ 6,019,701</u>	<u>\$ 1,732,401</u>

Bossier Parish School Board

**CAPITAL ASSETS
USED IN THE OPERATION
OF GOVERNMENTAL FUNDS**

BOSSIER PARISH SCHOOL BOARD
SCHEDULE OF CAPITAL ASSETS -BY SOURCE

June 30, 2004

Exhibit 11

CAPITAL ASSETS:

Land	\$ 557,469
Buildings and improvements	120,254,497
Furniture and equipment	24,900,592
Transportation equipment	<u>8,638,277</u>

TOTAL CAPITAL ASSETS \$ 154,350,835

INVESTMENT IN CAPITAL ASSETS:

Investment prior to June 30, 1980	\$ 66,154,106
Capital Projects Funds	55,019,142
General Fund	25,891,159
School Food Service Fund	533,817
Federal programs	3,373,127
State programs	2,535,112
Donations	734,525
School Activity Agency Fund	<u>109,847</u>

TOTAL INVESTMENT IN CAPITAL ASSETS \$ 154,350,835

BOSSIER PARISH SCHOOL BOARD

SCHEDULE OF CAPITAL ASSETS - BY FUNCTION AND ACTIVITY

June 30, 2004

Exhibit 12

FUNCTION AND ACTIVITY	BUILINGS AND FURNITURE AND TRANSPORTATION				
	TOTAL	LAND	AND IMPROVEMENTS	AND EQUIPMENT	EQUIPMENT
<u>Instructional</u>					
High schools	\$ 36,706,750	\$ 143,594	\$ 32,475,202	\$ 4,087,954	0
Middle schools	32,262,040	319,426	29,733,911	2,208,703	0
Elementary schools	40,254,445	25,310	37,579,102	2,650,033	0
Parish wide textbooks	11,099,131	0	0	11,099,131	0
<i>Total instructional</i>	<u>120,322,366</u>	<u>488,330</u>	<u>99,788,215</u>	<u>20,045,821</u>	<u>0</u>
<u>Supporting services</u>					
Pupil support services	855,432	34,999	788,466	31,967	0
Instructional staff support services	7,919,052	5,500	5,301,054	2,612,498	0
General and school administration	5,235,665	17,720	4,425,422	792,523	0
Business services	4,170,075	10,000	4,009,238	150,837	0
Operation and maintenance of plant	429,187	920	61,436	366,831	0
Central services	1,137,472	0	639,285	498,187	0
Food Service	5,618,185	0	5,216,257	401,928	0
Transportation	8,663,401	0	25,124	0	8,638,277
TOTAL CAPITAL ASSETS					
ALLOCATED TO FUNCTIONS	<u>\$ 154,350,835</u>	<u>\$ 557,469</u>	<u>\$ 120,254,497</u>	<u>\$ 24,900,592</u>	<u>\$ 8,638,277</u>

Bossier Parish School Board

General

Exhibit 13

**Schedule of Compensation Paid Board Members
For the Year Ended June 30, 2004**

The schedule of compensation paid School Board members is in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the School Board members is included in the general administrative expenditures of the general fund. In accordance with Louisiana Revised Statute 17:56, the School Board members have elected the monthly payment method of compensation. Under this method, each member of the School Board receives \$800 per month. The president receives an additional \$100 per month for performing the duties of the president.

<u>Board Member</u>	<u>Amount</u>
J. W. Slack, President	\$ 10,050
Henry L. Burns	9,450
Julian Darby	9,450
Gary K. Dowden	9,450
George C. Finck	9,450
Mack Knotts	9,450
William C. Kostelka	9,450
Gloria C. Simison	9,450
Kenneth Wiggins	10,050
Ronald A. Griggs	9,450
Michael S. Mosura, II	9,450
Jack E. Raley	<u>9,450</u>
Total	<u>\$114,600</u>

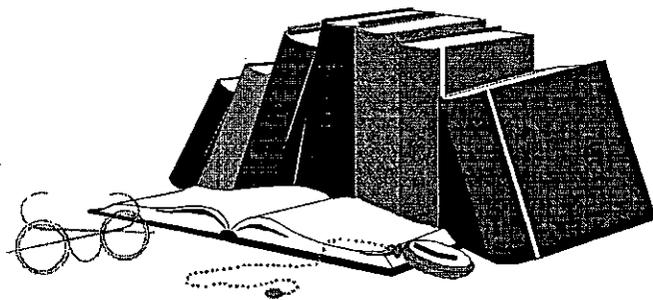


Table 1

Table 1

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Government-wide Expenses by Function
Fiscal year ended June 30,

	2004	2003	2002
Governmental Activities:			
Instruction			
Regular programs	\$ 47,141,942	\$ 45,140,180	\$ 43,778,587
Special programs	15,917,187	15,665,958	15,048,889
Other instructional programs	11,695,485	10,046,271	9,576,566
Support services			
Student services	5,828,926	4,958,845	4,776,472
Instructional staff support	7,151,018	7,133,972	7,245,551
General administration	2,061,600	1,393,891	1,864,537
School administration	7,493,557	7,457,155	7,941,275
Business services	629,988	1,123,833	1,175,853
Plant services	14,580,060	10,835,801	10,609,549
Student transportation services	6,328,866	6,655,395	6,604,772
Central services	973,834	943,472	924,265
Food services			
Community service programs	7,974,793	7,714,439	7,586,684
Interest on Long-Term Debt	207,276	258,353	200,614
	798,494	888,107	1,042,657
Total Expenses	\$ 128,783,026	\$ 120,215,672	\$ 118,376,271

Unaudited - see accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Government-wide Revenues
Fiscal year ended June 30,

Year Ended June 30,	Program Revenues					General Revenues					Total
	Charges for Services	Operating Grants and Contributions	Property Taxes	Sales Taxes	State Revenue Sharing	Grants and Contributions Not Restricted to Specific Programs			Unrestricted Investment Earnings		
						Minimum Foundation	BEEF (Gaming Revenues)	Other			
2004	\$ 2,243,896	\$ 15,187,766	\$ 20,035,880	\$ 25,136,743	\$ 556,017	\$ 64,280,880	\$ 1,650,892	\$ -	\$ 304,702	\$ 5,337,353	\$ 134,734,129
2003	2,173,871	12,796,737	20,553,148	22,605,125	542,286	62,206,684	1,504,807	2,039,730	402,003	3,033,427	127,857,818
2002	2,178,708	14,136,456	19,282,172	22,450,840	562,145	57,730,544	1,597,929	1,679,004	550,356	2,225,892	122,394,046

Unaudited - see accompanying independent auditors' report.

Table 3

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

General Expenditures by Function - All Governmental Fund Types (1)(2)(4)
Fiscal years ended June 30, 1995 through June 30, 2004

	1995	1996 (3)	1997	1998	1999	2000	2001	2002	2003	2004
Operations:										
Instruction services	\$ 39,102,668	\$ 52,266,762	\$ 58,295,705	\$ 56,704,293	\$ 61,098,879	\$ 62,546,947	\$ 61,734,905	\$ 67,089,119	\$ 69,741,210	\$ 73,647,446
Instruction related services	4,614,693	6,862,556	7,278,960	7,574,972	9,369,120	10,522,833	10,438,035	11,663,048	13,202,834	13,850,513
General and school administration	24,063,964	10,953,748	12,155,472	11,027,440	10,087,150	9,706,594	9,995,950	10,903,630	8,817,910	9,560,897
Plant services	6,251,452	7,090,875	9,200,459	10,950,770	12,690,663	9,014,337	9,440,540	10,373,886	10,772,821	14,558,666
Transportation services	3,880,234	4,485,624	5,340,059	7,216,812	5,101,966	5,481,944	5,587,738	6,254,746	6,643,144	6,592,753
Central and community services	586,583	1,810,980	950,241	1,152,439	909,381	1,142,616	1,020,425	1,068,817	1,162,967	1,148,875
Food service	5,242,262	5,173,854	5,415,463	6,589,051	6,656,773	6,822,197	6,930,172	7,442,960	7,609,739	7,862,144
Capital outlay	4,000,189	-	1,900,817	5,674,996	12,969,402	3,209,045	52,821	-	-	-
Debt service:										
Principal retired	2,948,395	2,138,534	2,622,685	2,716,905	2,976,439	2,129,153	8,264,534	5,447,532	2,282,367	2,228,413
Interest, fiscal charges, and fees	427,287	324,713	914,688	1,157,259	1,324,778	1,439,705	1,324,435	1,166,085	909,526	821,994
Payment to escrow agent	-	-	-	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	23,384	-	-	-	-
Total expenditures	\$ 91,117,727	\$ 91,107,646	\$ 104,074,549	\$ 110,764,937	\$ 123,184,551	\$ 112,041,755	\$ 114,789,555	\$ 121,409,823	\$ 121,142,518	\$ 130,271,701

Notes:

- (1) The above table includes the following funds, General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Fund, and Permanent Fund.
- (2) The Bossier Parish Community College General Fund is included in Special Revenue Funds from 1993 - 1997.
- (3) Employee benefits for prior years was reflected in general and school administration. The allocation of employee benefits to the functional categories is to conform to reporting requirements for the Louisiana Department of Education.
- (4) The Bossier Educational Excellence Fund is included in Special Revenue Funds from 1993 - 1998. This fund was changed to a trust fund and therefore not included in this schedule from 1999 - 2001. In 2002, this fund was again included as a Permanent Fund when GASB 34 was implemented.

Unaudited - see accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

General Revenues by Source - All Governmental Fund Types (1)(2)(3)
Fiscal years ended June 30, 1995 through June 30, 2004

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
Revenues from local sources:										
Ad valorem taxes	\$ 7,118,987	\$ 7,974,327	\$ 13,859,714	\$ 14,623,339	\$ 15,878,819	\$ 15,089,337	\$ 17,070,925	\$ 19,282,172	\$ 20,553,148	\$ 20,035,881
Sales taxes	14,275,468	16,022,285	16,138,817	17,654,587	18,669,817	20,112,687	22,404,446	22,450,840	22,605,125	25,136,743
Investment earnings	726,009	975,032	1,589,657	1,513,963	878,441	340,391	505,198	550,356	402,003	304,702
Food service	1,363,702	1,375,617	1,350,594	1,353,345	1,569,373	1,647,734	2,151,563	2,178,708	2,173,871	2,243,896
Tuition	2,790,761	2,803,210	2,809,340	71,110	35,970	26,997	22,070	38,618	144,707	-
Other	1,436,974	4,104,428	3,263,002	2,784,877	2,656,683	2,195,013	1,857,574	3,785,203	3,485,909	4,643,268
Total revenues from local sources	27,711,901	33,254,899	39,011,124	38,001,221	39,689,103	39,412,159	44,011,776	48,285,897	49,364,763	52,364,490
Revenue from state sources:										
State equalization	49,077,385	50,316,357	54,389,794	48,596,435	51,432,120	54,137,877	56,919,096	59,409,548	62,206,684	64,280,880
Revenue sharing	581,709	583,318	536,780	593,799	599,877	539,960	536,571	563,145	542,286	-
Professional improvement program	970,177	1,042,194	868,482	855,724	684,231	422,475	548,044	600,823	507,259	-
Other	1,871,859	464,692	976,528	2,466,974	2,832,277	2,470,248	2,225,924	2,020,515	2,638,018	5,120,805
Total revenue from state sources	52,501,130	52,406,561	56,771,584	52,512,932	55,548,505	57,570,560	60,229,635	62,594,031	65,894,247	69,401,685
Revenue from federal sources:										
	9,029,623	9,083,383	8,846,145	8,798,004	8,510,002	9,654,096	10,381,284	11,514,118	12,598,808	12,967,954
Total revenues	\$ 89,242,654	\$ 94,744,843	\$ 104,628,853	\$ 99,312,157	\$ 103,747,610	\$ 106,636,815	\$ 114,622,695	\$ 122,394,046	\$ 127,857,818	\$ 134,734,129

Notes:

- (1) The above table includes the following funds: General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, and Permanent Fund.
- (2) The Bossier Parish Community College General Fund was included as a Special Revenue Fund for 1993 - 1997.
- (3) The Bossier Educational Excellence Fund is included in Special Revenue Funds from 1993 - 1998. This fund was changed to a trust fund and therefore not included in this schedule from 1999 - 2001. In 2002, this fund was again included as a Permanent Fund when GASB 34 was implemented.

Unaudited - see accompanying independent auditors' report.

Table 5

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Property Tax Levies and Collections (1)
Fiscal years ended June 30, 1994 through June 30, 2003

Fiscal Year	Total School Board Tax Assessment	Current Tax Collections	Percent of Tax Levy Collected	Delinquent Taxes Collected		Total Taxes, Interest, and Penalty Collected	Total Collections As a Percent of Current Tax Levy
				Delinquent Taxes	Interest and Penalty		
1994-95	7,191,037	7,076,594	98.41%	20,857	21,536	7,118,987	99.00%
1995-96	7,880,709	7,928,924	100.61%	34,284	11,119	7,974,327	101.19%
1996-97 (2)	13,747,843	13,822,248	100.54%	21,801	15,665	13,859,714	100.81%
1997-98	15,368,791	14,488,457	94.27%	75,320	59,562	14,623,339	95.15%
1998-99	16,521,978	15,863,420	96.01%	13,795	1,604	15,878,819	96.11%
1999-00	15,190,241	14,835,143	97.66%	203,624	50,570	15,089,337	99.34%
2000-01	18,206,169	16,774,872	92.14%	136,464	103,393	17,070,925	93.76%
2001-02	20,162,108	18,762,514	93.06%	52,800	70,457	19,282,172	95.64%
2002-03	20,468,169	19,527,531	95.40%	579,441	38,053	20,553,148	100.42%
2003-04	20,920,480	20,001,810	95.61%	32,099	1,972	20,035,881	95.77%

Notes:

(1) Bossier Parish Sheriff

(2) The 1996-97 tax assessment included an additional levy passed in April 1996 for employee benefits and salaries.

Unaudited - see accompanying independent auditors' report.

Table 6

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Assessed and Estimated Actual Value of Taxable Property (1)
Last Ten Calendar Years

Year	Assessed Value	Estimated Actual Value	Ratio of Assessed Value to Estimated Actual Value
1995	298,227,210	2,311,838,837	12.9%
1996	296,211,590	2,296,213,876	12.9%
1997	331,694,500	3,316,945,000	10.0%
1998	361,898,600	2,952,644,507	12.3%
1999	384,390,690	3,330,779,367	11.5%
2000	394,161,600	3,453,219,533	11.4%
2001	450,641,960	3,948,746,767	11.4%
2002	489,789,300	4,246,271,366	11.5%
2003	510,317,850	4,436,521,467	11.5%
2004	522,316,590	4,194,878,067	12.5%

Notes:

(1) Information provided by Bossier Parish Tax Assessor

Unaudited - see accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Property Tax Rates and Tax Levies - All Direct and Overlapping Governments
Fiscal years ended June 30, 1995 through June 30, 2004

Fiscal Year	Tax Rates Per \$1,000 of Assessed Value (1)				Tax Levies (1)					
	Parish (2)	Sheriff	School	City of Bossier (4)	Total	Parish (2)	Sheriff	School	City of Bossier (4)	Total
1995	28.73	13.50	39.42	27.27	108.92	4,215,921	2,465,888	7,191,037	4,451,725	18,324,571
1996	26.23	13.50	39.42	23.85	103.00	4,290,487	2,702,009	7,880,709	4,395,265	19,268,470
1997	27.92	13.51	61.39	26.38	129.20	5,251,676	3,027,373	13,747,843 (3)	5,355,276	27,382,168
1998	26.60	13.51	61.39	26.38	127.88	5,467,947	3,384,295	15,368,791	5,955,560	30,176,593
1999	24.15	13.51	61.39	26.38	125.43	6,055,598	3,638,153	16,521,978	6,411,901	32,627,630
2000	34.80	13.51	55.14	26.38	129.83	8,173,480	3,721,080	15,190,241	6,761,107	33,845,908
2001	34.25	13.51	55.16	26.70	129.62	9,759,829	4,469,026	18,206,129	7,817,364	40,252,348
2002	34.18	13.51	54.64	26.77	129.10	10,766,155	4,985,149	20,162,108	7,881,807	43,795,219
2003	34.68	13.51	53.14	26.77	128.10	13,763,669	5,203,685	20,468,169	8,425,354	47,860,877
2004	40.02	13.51	53.14	36.33	143.00	15,649,007	7,075,231	20,920,480	665,192	44,309,910

Notes:

(1) Per Bossier Parish Tax Assessor

(2) The parish taxes include the following:

Parish Road Tax	Bossier Levee District Tax
Courthouse Tax	Cypress-Black Bayou Tax
Library Maintenance Tax	Red River Water Way
Library Bonds Tax	Port Tax
Health Clinic Tax	Penal Farm
Assessor's Tax	

(3) Increase due to an increase in millages for salaries and benefits

(4) Per Comprehensive Annual Financial Report of the City of Bossier City

Unaudited - see accompanying independent auditors' report.

Table 8

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Ratio of Net General Obligation Bonded Debt
to Assessed Value and Net General Obligation Bonded Debt Per Capita

Fiscal years ended June 30, 1995 through June 30, 2004

Fiscal Year	Bossier Population (1)	Assessed Value (2)	Gross Bonded Debt (3)	Less Debt Service Funds (3)	Net Bonded Debt (3)	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1994-95	89,400	298,227,210	7,720,000	1,401,160	6,318,840	2.12%	71
1995-96	90,503	296,211,590	5,670,000	1,924,241	3,745,759	1.26%	41
1996-97	92,119	331,694,500	12,750,000	3,654,825	9,095,175	2.74%	99
1997-98	93,752	361,898,600	18,860,000	4,240,853	14,619,147	4.04%	156
1998-99	94,393	384,390,690	16,980,000	4,843,878	12,136,122	3.16%	129
1999-00	93,374	394,161,600	16,430,000	3,982,504	12,447,496	3.16%	133
2000-01	98,310	450,641,900	15,845,000	4,329,066	11,515,934	2.56%	117
2001-02	99,285	489,789,300	15,225,000	4,662,410	10,562,590	2.16%	106
2002-03	100,736	510,317,850	14,560,000	4,468,434	10,091,566	1.98%	100
2003-04	101,999	522,316,590	13,855,000	4,392,270	9,462,730	1.81%	93

Notes:

- (1) Louisiana Electronic Assistance Program (LEAP) operated by Northeast Louisiana University Center for Business and Economic Research (<http://leap.nlu.edu>) for 1991-1999; Census website @ www.census.gov/population/estimates/county for 2000-2002.
- (2) Assessed value is the Total Assessed Valuation of all property located in Bossier Parish. Property is assessed at 10% on land and residential property and 15% on commercial property.
- (3) Includes general obligation bonds payable only.
- (4) U.S. Census Bureau (<http://quickfacts.census.gov>)

Unaudited - see accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Table of Direct and Overlapping Debt (1)
June 30, 2004

<u>Direct Debt</u>	<u>Name of Governmental Unit (1)</u>	<u>Gross Debt</u>	<u>Amount Available Debt Service Fund</u>	<u>Net Debt Outstanding (2)</u>	<u>Percentage Applicable to This Unit</u>	<u>School Board's Share of Debt</u>
	Bossier School Board	\$ 13,855,000	4,392,270	9,462,730	100%	\$ 9,462,730
<u>Overlapping Debt</u>	Bossier Police Jury	39,385,000	3,163,445	36,221,555	100%	36,221,555
	Total direct and overlapping debt	\$ 53,240,000	7,555,715	45,684,285		\$ 45,684,285

Notes:

- (1) Various taxing districts exist within Bossier Parish that involve a small percentage of taxpayers. These districts' debt is not included.
- (2) This represents the debt of all the constituents who reside in Bossier Parish.

Unaudited - see accompanying independent auditors' report.

Table 10

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Computation of Legal Debt Margin
June 30, 2004

Assessed Value	\$ 522,316,590
Debt limit twenty-five percent (35%) of assessed value (1)	182,810,807
Amount of debt applicable to debt limit (2):	
Total general bonded debt	\$ 13,855,000
Less: Assets in debt service funds	4,392,270
Total amount of debt applicable to debt limit	<u>9,462,730</u>
Legal debt margin	<u>\$ 173,348,077</u>

Notes:

- (1) This percentage is in accordance with Act 103 of 1980 Regular Session of the Louisiana Legislature R.S. 39:562(C).
- (2) Includes general obligation bonds only.

Unaudited - see accompanying independent auditors' report.

Table 11

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Ratio of Annual Debt Service Expenditure for
General Bonded Debt to Total General Expenditures

Fiscal years ended June 30, 1995 through June 30, 2004

Year Ended June 30	Debt Service Expenditures		Total General Expenditures (2)	Ratio of Debt Service to General Expenditures (Percent)
	Principal (1)	Interest and Fiscal Charges (1)		
1995	2,085,000	427,319	2,512,319	2.76%
1996	2,050,000	324,713	2,374,713	2.61%
1997	1,920,000	600,835	2,520,835	2.42%
1998	1,890,000	943,611	2,833,611	2.56%
1999	1,880,000	1,086,705	2,966,705	2.41%
2000	550,000	995,662	1,545,662	1.38%
2001	585,000	940,662	1,525,662	1.33%
2002	620,000	882,162	1,502,162	1.24%
2003	665,000	820,963	1,485,963	1.23%
2004	705,000	754,463	1,459,463	1.12%

Notes:

- (1) Includes debt service on general obligation bonds only.
(2) Includes general expenditures for General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds and Permanent Fund. The Bossier Parish Community College and Bossier Educational Excellence Fund are included in Special Revenue Funds for the years 1993 - 1997. The Bossier Educational Excellence Fund was changed to a trust fund and therefore not included in this schedule from 1999 - 2001. In 2002, this fund was again included as a Permanent Fund with the implementation of GASB 34.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Revenue Bond Coverage
Sales Tax Bonds

Fiscal years ended June 30, 1995 through June 30, 2004

Fiscal Year	Gross Revenues (1)	Expenditures (2)	Net Revenue	Net Revenue Available For Debt Service (3)	Debt Service Requirements			Coverage
					Principal	Interest and Fiscal Charges	Total	
1995	14,275,468	112,811	14,162,657	4,720,886	775,000	41,525	816,525	5.78
1996 (4)	0	0	0	0	0	0	0	0
1997	0	0	0	0	0	0	0	0
1998	0	0	0	0	0	0	0	0
1999	0	0	0	0	0	0	0	0
2000	0	0	0	0	0	0	0	0
2001	0	0	0	0	0	0	0	0
2002	0	0	0	0	0	0	0	0
2003	0	0	0	0	0	0	0	0
2004	0	0	0	0	0	0	0	0

Notes:

- (1) Includes operating revenues and interest income.
- (2) Includes all operating expenses except interest paid on debt service and other nonoperating expenses.
- (3) Represents one-half cent of the total one and one-half cent sales tax received. One-half cent is dedicated to the repayment of the School Board's sales tax bonds.
- (4) Revenue Bonds were paid off in the 1995 fiscal year.

Unaudited - see accompanying independent auditors' report.

Table 13

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Demographic Statistics
Fiscal years ended June 30,

Fiscal Year	Population (1)	Median Age (1)	School Enrollment	Average Daily Membership	Unemployment Rate (1)	Per Capita Income (2)
1995	89,400	27.0	18,342	18,397	7.90%	17,777
1996	90,503	N/A	18,443	17,496	7.10%	18,886
1997	92,119	N/A	18,607	18,463	6.60%	19,619
1998	93,752	N/A	18,822	18,847	5.50%	20,766
1999	94,393	N/A	18,787	18,706	4.60%	21,695
2000	93,374	N/A	18,950	18,722	3.80%	22,667
2001	98,310	34	18,933	18,640	5.10%	23,135
2002	99,285	34	18,756	18,635	7.70% (3)	23,811
2003	100,736	34 (4)	18,878	18,719	7.50% (3)	22,249
2004	101,999	34	18,480	18,747	6.50%	N/A

Notes:

- (1) 1993 - 2000 Louisiana Electronic Assistance Program (LEAP) operated by Northeast Louisiana University Center for Business and Economic Research (<http://leap.nlu.edu>); 2001 - 2002 Census website at www.census.gov
(2) 1992 Research Division, Louisiana Tech; 1993 - 1997 Louisiana Electronic Assistance Program (LEAP).
(3) Bureau of Labor statistics (<http://data.bls.gov/>)
(4) U.S. Census Bureau (<http://quickfacts.census.gov>)
(5) State.la.us/tanf/appendix.pdf
N/A - Information is not available
Unaudited - see accompanying independent auditors' report.

Table 14

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Property Value, Construction, and Bank Deposits

Fiscal years ended June 30, 2004

Fiscal Year	Property Value (1)		Residential	Bank Deposits (3)	Commercial Construction (2)		Residential Construction (2)	
	Commercial	Residential			Number of Units	Value	Number of Units	Value
1995	1,555,302,577	740,911,299	443,530,000	490	50,382,448	550	50,499,698	
1996	2,084,865,000	1,232,080,000	475,717,000	599	67,430,679	805	67,430,679	
1997	1,184,764,707	1,767,879,800	526,866,000	366	38,733,955	391	40,023,995	
1998	837,189,637	2,115,454,870	559,626,000	374	N/A	374	45,397,216	
1999	1,026,257,067	2,304,522,300	577,085,000	441	65,634,886	457	56,243,760	
2000	976,792,933	2,476,426,600	627,820,000	334	49,709,868	559	68,797,069	
2001	1,115,345,667	2,833,401,100	658,646,000	193	28,724,576	495	60,920,640	
2002	1,303,243,266	2,943,028,100	685,601,000	400	44,092,542 (4)	1,236	87,850,828 (4)	
2003	1,333,314,067	3,103,207,400	763,000,000	330	70,347,109 (4)	1,284	118,447,238 (4)	
2004	1,900,183,900	2,294,694,167	713,710,000	18	2,661,921 (5)	196	35,839,856 (5)	

Notes:

- (1) 1993-1998 Bossier Parish Tax Assessor; 1999-2002 City of Bossier City and Bossier Police Jury permit offices.
- (2) Louisiana Electronic Assistance Program (LEAP).
- (3) FDIC/BTS Summary of Deposits (<http://3fdic.gov.sod/>) last updated June 30, 2003.
- (4) Permit account applications from City of Bossier City and Bossier city Tax Assessor.
- (5) Amounts available only for 1/1/04-6/30/04.

Unaudited - see accompanying independent auditors' report.

Table 15

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Principal Taxpayers (1)
June 30, 2004

Name	Industry	Assessed Value	Percentage of Total Assessed Valuation
Horseshoe Entertainment L.P.	Riverboat Gambling	\$ 30,358,230	5.81%
City of Shreveport	Government	18,918,600	3.62%
Southwestern Electric Power Co.	Public Utility	16,496,370	3.16%
Hollywood Casino	Riverboat Gambling	9,099,380	1.74%
BellSouth Telecommunications	Telephone	8,491,780	1.63%
ICH LLC	Lodging	5,802,230	1.11%
Calumet Lubricants Co. LP	Oil and Gas	11,513,820	2.20%
Louisiana Riverboat Gaming	Riverboat Gambling	4,103,160	0.79%
Isle of Capri Casino	Riverboat Gambling	3,580,250	0.69%
Hibernia National Bank	Banking	3,622,840	0.69%
Total for ten principal taxpayers		111,986,660	21.44%
Total for remaining taxpayers		410,329,930	78.56%
Total for all taxpayers		\$ 522,316,590	100.00%

(1) Bossier Parish Tax Assessor

Unaudited - see accompanying independent auditors' report.

Table 16

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Attendance Data

Fiscal years ended June 30, 1995 through June 30, 2004

Fiscal Year	Number of Graduates	Average Daily Membership	Average Daily Attendance		
			Amount	Percent of Change	
1995	891	18,397	17,456	ERR	94.89%
1996	906	18,443	17,496	0.23%	94.87%
1997	821	18,463	17,393	-0.59%	94.20%
1998	996	18,847	17,903	2.93%	94.99%
1999	946	18,706	17,812	-0.51%	95.22%
2000	836	18,722	17,778	-0.19%	94.96%
2001	963	18,640	17,472	-1.72%	93.73%
2002	974	18,635	17,617	0.83%	94.54%
2003	1,030	18,719	17,662	0.26%	94.35%
2004	1,051	18,747	17,722	0.34%	94.53%

Unaudited - see accompanying independent auditors' report.

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Schedule of Insurance in Force
June 30, 2004

Type of Coverage/ Name of Company	Policy Number	Policy Period		Details of Coverage and Coinsurance	Coverage Limits	Premium
		From	To			
Property/ Royal Indemnity	RHD323275	3-1-02	3-1-03	Blanket Limit, Special Form, SIR: \$100,000	\$ 112,862,426	\$ 129,791
Boiler & Machinery/ Hartford Steam Boiler	FBP7347968	11-21-01	11-21-02	Equipment Breakdown Deductible: \$2,500	500,000	3,053 0
General Liability Including Employee Benefits Liability/ Coregis	651-006356-9	9-20-01	9-20-02	Each Occurrence	1,000,000	121,605
Educators Legal Liability Including Enhanced Employment Liability Endorsement/ Coregis	SBD-000801-3	9-21-01	9-20-02	General Aggregate Employee Benefits Liability SIR: \$25,000	3,000,000 1,000,000	19,874
Automobile/ Coregis	651011826	7-1-01	7-1-02	Limit Aggregate SIR: \$25,000	1,000,000 1,000,000	144,113
Excess Workers' Compensation/ Midwest Employers Casualty	2690SALA	3-7-02	3-7-03	Liability (Each Accident) Medical Payments UMBI Rejected No physical damage coverage on owned vehicles.	1,000,000 2000	23,286
Student Accident/ Markel (2)	1517011	8-1-01	8-1-02	Part One: Work Comp Part Two: Employers Liab. SIR: \$175,000	L.A. Statutory 1,000,000	26,804
Group Health Benefit Plan Specific Stop-Loss protection / Blue Cross and Blue Shield of Louisiana	75546	9-1-01	8-31-02	Maximum Benefits Per Policy Limitations	\$850,000 per covered individual	Monthly - \$8.15 per individual; \$26.14 per family
Catastrophic Student Accident/ Gaurantee Trust (2)	GTC9003282	7-30-01	7-30-02	Maximum Benefits Catastrophic Benefit	1,000,000 500,000	3,215

Notes:

- (1) Insurance files maintained by Insurance Agent of the Bossier Parish School Board.
- (2) Student athletes including team sports, cheerleaders, dance lines, pep squads, and bands only under BPSB supervised team activities.

Unaudited - see accompanying independent auditors' report.

Table 18

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Miscellaneous Statistical Data
June 30, 2004

Instruction Sites	Constructed	Capacity/Sq. Ft.	Acreage
High Schools:			
* Airline	1965	238,724	98.33
Benton	1978	77,800	25.00
Bossier	1939	142,300	18.14
Haughton	1940	99,610	27.80
Parkway	1962	132,473	28.70
Plain Dealing	1938	91,603	26.20
Middle Schools:			
Cope	1980	82,547	14.23
Elm Grove	1887	84,173	12.90
Greenacres	1958	76,700	17.17
Rusheon	1955	83,114	24.60
Elementary/Middle Schools:			
Plain Dealing	1952	65,169	12.54
Benton	1999	88,254	14.70
Haughton	1999	105,708	21.62
Elementary Schools:			
Apollo	1968	69,158	3.00
Bellaire	1968	50,518	10.68
Benton	1953	60,093	21.13
Bossier	1922	64,500	4.90
Butler	1952	32,495	4.50
Central Park	1947	50,219	10.00
Curtis	1958	46,518	12.00
Kerr	1953	52,368	11.44
Meadowview	1962	59,300	15.00

(Continued)

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Miscellaneous Statistical Data
June 30, 2004

Instruction Sites, Continued:	Constructed	Capacity/Sq. Ft.	Acreage
Elementary Schools, Cont:			
Plantation Park	1952	52,292	10.10
Platt	1961	61,000	20.00
Princeton	1952	60,000	20.40
Rocky Mount	1941	29,950	10.20
T. L. Rodes	1980	54,875	(1)
Stockwell Place	1986	52,752	10.33
Sun City	1969	49,890	(2)
Waller	1949	63,790	9.30
Other Instruction Sites:			
Bossier Parish Community College (4)	1986	51,724	(3)
Bossier Life Skills Center	1955	10,500	2.20
BPCC Criminal Justice Institute (4)	1967	26,700	9.60
Bossier Career Center	1949	40,000	6.66
			(Concluded)

Notes:

- (1) Included with Platt Elementary acreage.
- (2) Included with Parkway High School acreage.
- (3) Included with Airline High School acreage - Community College originally housed in Airline High School. In 1986, a new library and classroom building was erected adjacent to the high school.
- (4) These sites are rented from the School Board by the State of Louisiana who operates the Community College and Criminal Justice Institute.

Unaudited - see accompanying independent auditors' report.

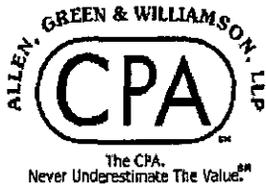
**Bossier Parish School Board
Benton, Louisiana**

**Single Audit Report
As of and for the Year Ended June 30, 2004**

Bossier Parish School Board

Table of Contents

	<u>Page</u>
OTHER REPORTS REQUIRED BY <u>GOVERNMENT AUDITING STANDARDS AND BY OFFICE OF MANAGEMENT AND BUDGET (OMB) CIRCULAR NO. A-133</u>	
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <u>Government Auditing Standards</u>	1-2
Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With <u>OMB Circular No. A-133</u>	3-4
Schedule of Expenditures of Federal Awards	5-6
Notes to the Schedule of Expenditures of Federal Awards	7
<i>Schedule of Findings and Questioned Costs</i>	8
Summary Schedule of Prior Audit Findings	9-10
OTHER INFORMATION	
Management Letter Items	
Management Letter	11-12
Status of Prior Management Letter Items	13
Agreed-Upon Procedures	
Independent Accountants' Report on Applying Agreed-upon Procedures	14-17
School Board Prepared Performance and Statistical Data Schedules	18-27



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

Phone: (318) 388-4422

Fax: (318) 388-4664

2414 Ferrand Street
Monroe, LA 71201

Toll-free: (888) 741-0205
www.allengreencpa.com

Tim Green, CPA

Margie Williamson, CPA

Ernest L. Allen, CPA
(Retired)
1963 - 2000

**Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With Government Auditing Standards**

Board Members

Bossier Parish School Board

Benton, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Bossier Parish School Board, as of and for the year ended June 30, 2004, which collectively comprise the School Board's basic financial statements, and have issued our report thereon dated December 27, 2004.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the School Board's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Management Letter Items

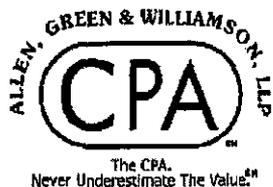
However, we noted an immaterial instance of noncompliance, which we have reported to management of the School Board in a separate letter dated December 27, 2004.

This report is intended solely for the information and use of the Board, management, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

allen, Green + Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 27, 2004



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2414 Ferrand Street
Monroe, LA 71201

Phone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205
www.allengreencpa.com

Tim Green, CPA

Margie Williamson, CPA

Ernest L. Allen, CPA
(Retired)

1963 - 2000

Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular No. A-133

Board Members
Bossier Parish School Board
Benton, Louisiana

Compliance

We have audited the compliance of Bossier Parish School Board with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular No. A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2004. The School Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School Board's management. Our responsibility is to express an opinion on the School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular No. A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular No. A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the School Board's compliance with those requirements.

In our opinion, the School Board complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2004.

Internal Control Over Compliance

The management of the School Board is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the School Board's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular No. A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the School Board, as of and for the year ended June 30, 2004, and have issued our report thereon dated December 27, 2004. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the School Board's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular No. A-133 and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Board, management, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 27, 2004

Bossier Parish School Board
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2004

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA <u>Number</u>	Pass-Through <u>Grantor No.</u>	<u>Expenditures</u>
CASH FEDERAL AWARDS			
United States Department of Agriculture			
Passed Through Louisiana Department of Education			
<i>Child Nutrition Cluster:</i>			
School Breakfast Program	10.553	008-SL-006	\$ 696,473
National School Lunch Program	10.555	008-SL-006	2,676,529
Passed Through Louisiana Department of Treasury			
School & Roads (National Forest Lands)	10.665	N/A	<u>4,431</u>
Total U. S. Department of Agriculture			<u><u>3,377,433</u></u>
United States Department of Education			
Direct Programs:			
Impact Aid (Title VIII)	84.041A	N/A	896,719
Passed through Louisiana Department of Education:			
Adult Education – State Grant Program	84.002	0444-08	249,384
Title I Grants to Local Educational Agencies	84.010	04-TI-08	2,809,446
Special Education Cluster:			
Grants to States (Part B)	84.027	04-B1-08	2,286,591
Preschool Grants	84.173	04-P1-08	109,558
Vocational Education:			
Basic Grants to States	84.048	28-04-09-28/BG	210,578
Tech-Prep Education	84.243	SB08-03/04TP	152,219
Innovative Education Program Strategies – Title V	84.298	04-80-08	106,063
Title II (Improving Teacher Quality State Grants)	84.367	04-50-08	1,065,054
Title III Program for Limited English Proficient Children	84.365	04-60-08	22,703
Title IV (Safe and Drug-Free Schools)	84.186	04-70-08	105,687
Title IV B 21 st Century Grant	84.287	03-CC-08	429,953
Total United States Department of Education			<u><u>8,443,955</u></u>
United States Department of Health and Human Services			
Passed through the Louisiana Department of Education:			
Child Care and Development Block Grant (Starting Points Preschool)	93.575	0438-08	78,990
Temporary Assistance for Needy Families	93.558	N/A	<u>522</u>
Total United States Department of Health and Human Services			<u><u>79,512</u></u>
United States Department of Defense Direct Programs			
Department of the Army – ROTC	N/A	N/A	749,080
Flood Control Project	12.106	N/A	<u>3,054</u>
Total United States Department of Defense Direct Program			<u><u>752,134</u></u>

**Bossier Parish School Board
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2004**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	CFDA <u>Number</u>	Pass-Through <u>Grantor No.</u>	<u>Expenditures</u>
NONCASH FEDERAL AWARDS			
United States Department of Agriculture			
Passed through Louisiana Department of Agriculture and Forestry			
Food Distribution (Commodities)	10.550	N/A	<u>314,920</u>
Total Noncash Federal Awards			<u>314,920</u>
Total Federal Expenditures			<u>\$12,967,954</u>
			(concluded)

Bossier Parish School Board
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2004

NOTE 1 - GENERAL The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Bossier Parish School Board and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE 2 - NONCASH PROGRAMS Commodities received, which are noncash revenues, are valued using prices provided by the United States Department of Agriculture.

NOTE 3 - RELATIONSHIP TO FINANCIAL STATEMENTS Federal awards revenues are reported in the School Board's general-purpose financial statements as follows:

<u>Funds</u>	<u>Federal Sources</u>
General	\$2,344,977
Other Governmental	
Title I	2,809,446
Title II	1,065,054
Title III	22,703
Title IV	535,640
Title V	106,063
Special Education	2,286,591
Pre-School	109,558
School Food Service	<u>3,687,922</u>
 Total	 <u>\$12,967,954</u>

NOTE 4 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with accounting principles generally accepted in the United States of America.

NOTE 5 - MATCHING REVENUES For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures.

NOTE 6 - LOANS OUTSTANDING The Bossier Parish School Board had \$210,639 of loan balances outstanding at June 30, 2004. The proceeds of these loans were received in a previous fiscal year under former CFDA #66.702 for asbestos removal.

**Bossier Parish School Board
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2004**

PART I - Summary of the Auditors' Results

Financial Statement Audit

- i. The type of audit report issued was unqualified.
- ii. There were no reportable conditions required to be disclosed by Government Auditing Standards issued by the Comptroller General of the United States.
- iii. There were no instances of noncompliance considered material, as defined by the Government Auditing Standards, to the financial statements.

Audit of Federal Awards

- iv. There were no reportable conditions required to be disclosed by OMB Circular No. A-133.
- v. The type of report the auditor issued on compliance of major federal awards was unqualified.
- vi. The audit disclosed no audit findings which the auditor is required to report under OMB Circular No. A-133, Section .510(a).
- vii. The major federal awards are:

<u>CFDA#</u>	<u>Name of Federal Program or Cluster</u>
84.010	Title I Grants to Local Educational Agencies
84.287	Title IV-B 21 st Century Grants
N/A	ROTC

Child Nutrition Cluster

10.553	School Breakfast Program
10.555	National School Lunch Program

- viii. The dollar threshold used to distinguish between Type A and Type B programs as defined in OMB Circular No. A-133, Section .520(b) was \$389,039
- ix. The auditee does not qualify as a low-risk auditee under OMB Circular No. A-133, Section .530.

**Bossier Parish School Board
Summary Schedule of Prior Audit Findings
June 30, 2004**

Reference # and title: 03-F1 Accounting for Capital Assets

Entity-wide or program/department specific: This comment is entity-wide.

Conditions:

Tagging of Equipment The School Board does not presently use a tagging system to identify assets. The serial number is used as the identifier. However, an asset on the capital asset listing that is identified by one number may have multiple components, each of which may have a serial number. The serial number identifier is not consistently used. For example, computers have serial numbers on both the monitor and processor. Sometimes the serial number on the monitor is the identifier reflected on the capital asset listing while other times the serial number on the processor is the identifier used.

Also some items do not have serial numbers and other items have multiple numbers. Allen, Green & Williamson, LLP audit procedures typically includes sampling the accuracy of the capital asset listing by both attempting to find capital assets on the capital asset listing at the school/site, and by tracing capital assets randomly selected at the school/site to the capital assets listing. We attempted to identify ten capital assets randomly selected at each of four schools on the capital asset listing. Of the forty capital assets selected, twenty seven items could not be traced to the capital asset listing.

We did not attempt to find capital assets on the capital assets listing at the school/sites because the capital asset listing does not provide information on the location of the capital asset at the school/site. Accordingly, finding a capital asset at the school/site would be extremely time consuming.

Current-Year Additions Presently, there is no procedure in place to check the accuracy and completeness of additions to the capital asset listing. The accounts payable check register is reviewed for new equipment purchases. When the check has cleared the bank account, the invoice is pulled and the information is added to the capital asset listing. This practice results in a time delay in adding assets to the capital asset listing and increases the probability that a capital asset addition will be overlooked.

The Internal Auditor performed a review of the capital asset listing in August 2003 and several errors were noted such as a vehicle costing \$16,400 was listed with a cost of \$1,640,000 and video equipment with a cost of \$232.54 was listed at a cost of \$800,000.

In testing additions to capital assets Allen, Green & Williamson, LLP selected ten additions, five from the School Board prepared listing of additions and five from a review of the general ledger, to test for accuracy and completeness. We noted one asset with a cost of \$1,172.66 was added to the listing with a cost of \$92,556. Another asset addition was a modular building but the cost did not include the final payment (retainage) of \$2,583. Seven capital assets received late in the fiscal year were not included on the capital asset listing as of June 30. The receipt of the capital assets and the accounting recognition of the cost had been recognized in the year ended June 30, 2003 but the capital assets were not included on the capital asset listing. Of these seven capital assets, four were added to the capital asset listing in July 2003. The other three assets had not been added to the listing as of October 2003.

Bossier Parish School Board
Summary Schedule of Prior Audit Findings
June 30, 2004

Current-Year Deletions Schools turn in capital asset deletion forms to the central warehouse requesting that the items be deleted from the listing. There is currently no system in place to ensure that the items included on these deletion forms are actually deleted from the capital asset listing. No deletions were recorded for the year ended June 30, 2003. This seems highly unlikely considering the number of capital assets that are routinely replaced or junked during a typical year.

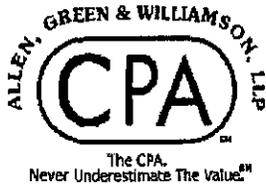
Depreciation Calculations and Useful Lives Information for the cost of capital assets, depreciation expense and accumulated depreciation is included on the depreciation schedule. In testing depreciation expense we noted numerous calculations for depreciation expense which were incorrect. The data processing department was made aware of these errors and a new report was generated with corrections. In reviewing the schedule for useful lives of assets, we noted numerous assets with useful lives which differed from the capital asset policy. These differences were noted mainly with older assets.

Capital Asset Reports The present format of the report makes a roll forward of the cost of capital asset cost and accumulated depreciation difficult, an important step and control in the accounting and reporting of capital assets. Several reports must be used and pieced together to collect the information for capital asset cost and accumulated depreciation. Also, the present format of the reports does not include the funding source for asset additions which would allow for a reconciliation with the general ledger.

Corrective action taken: The School Board contracted with an appraisal company to tag and appraise movable equipment. Field appraisers from this company started around the first of April appraising and tagging all movable items. All locations were inventoried and all movable capital assets were tagged. In the process of tagging, a value was assigned for each item. The company used these values to build a depreciation schedule of movable capital assets. The School Board's data processing department incorporated this depreciation schedule into the School Board's system. The buildings were already entered on the depreciation schedule so at this point the School Board had a complete capital asset depreciation schedule.

The School Board has developed procedures to ensure that the capital asset listing is updated on an ongoing basis. Capital assets purchased by the central office come through the warehouse. Every item that should be added to the depreciation schedule is entered by a warehouse employee into the system. This information is downloaded to an employee in the internal audit department who then adds these assets to the depreciation schedule. The accounting department also gets this information. Items that are purchased by the schools with student activity funds are reported by the schools monthly in their report filed with the internal audit department. The tagging of equipment is done by the schools. The internal audit department issues the tags to the schools.

The internal audit department tests the capital asset listing at schools periodically. The external auditors performed inspections of capital assets while on location doing fieldwork. Five schools were tested. Twenty assets were tested at each school. All assets tested (100%) were located at each school.



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2414 Ferrand Street
Monroe, LA 71201

Phone: (318) 388-4422

Fax: (318) 388-4864

Toll-free: (888) 741-0205

www.allengreencpa.com

Tim Green, CPA

Margie Williamson, CPA

Ernest L. Allen, CPA

(Retired)

1963 - 2000

Management Letter

Board Members
Bossier Parish School Board
Benton, Louisiana

In planning and performing our audit of the financial statements of the Bossier Parish School Board for the year ended June 30, 2004, we considered the School Board's internal control to plan our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control.

However, during our audit, we noted certain matters involving the internal control and other operational matters that are presented for your consideration. This letter does not affect our report dated December 27, 2004, on the financial statements of the School Board. We will review the status of these comments during our next audit engagement. Our comments and recommendations, all of which have been discussed with appropriate members of management, are intended to improve the internal control or result in other operating efficiencies. We will be pleased to discuss these comments in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations. Our comments and management's responses are summarized as follows:

04-M1 **Uniform Unclaimed Property Act of 1997**

Comment: The Uniform Unclaimed Property Act of 1997 (LSA-R.S. 9:151 - 181) appears to apply to both property and for wages or other compensation for personal services which is deemed abandoned one year after the property becomes distributable or the compensation becomes payable. The School Board is required to report the property and pay funds equal to the value of the property to the Secretary of the Louisiana Department of Revenue on an annual basis.

Recommendation: The School Board should begin reporting on an annual basis any abandoned property and remitting funds to the Secretary of the Louisiana Department of Revenue in accordance with the Act.

Management's response: The School Board attempted to determine the payee for each outstanding accounts payable check and in most cases was successful. The payees were mailed a letter and a request for duplicate check. For those responding, a new check was issued. Checks for which the payee did not respond will be remitted to the State.

It is more difficult to determine the payee for payroll checks than for accounts payable checks; however, the payees of the largest checks have been determined. They will be notified in the same manner as the payees of the accounts payable checks and will be treated in like manner.

* * * * *

Included immediately following this letter is a Status of Prior Management Letter Items. This information has not been audited by Allen, Green & Williamson, LLP, and no opinion is expressed. However, we did follow-up on prior management letter items and performed procedures to assess the reasonableness of the Status of Prior Management Letter Items prepared by Management, and we would report, as a current-year management letter item when Allen, Green & Williamson, LLP, concludes that the Status of Prior Management Letter Items materially misrepresents the status of any prior management letter item.

Our audit procedures are designed primarily to enable us to form opinions on the financial statements and, therefore, may not reveal all weaknesses in policies and procedures that may exist.

This report is intended solely for the information and use of the Board, management, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of these reports may be limited, under Louisiana Revised Statute 24:513 this report is distributed by the Office of the Louisiana Legislative Auditor as a public document.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 27, 2004

**Bossier Parish School Board
Status of Prior Management Letter Items
June 30, 2004**

03-M1 **Segregation of Duties**

Condition: The Payroll Department and the Personnel Department have access to add new employees to the system or make changes to employee data. The Payroll Department should not have this level of access.

Management action taken: A procedure was established where a supervisor is notified via e-mail by the system each time a new employee is added or a change is made to employee data in the payroll system. The supervisor actively monitors additions and changes to ensure the integrity of payroll data.

03-M2 **Uniform Unclaimed Property Act of 1997**

Condition: The Uniform Unclaimed Property Act of 1997 (LSA-R.S. 9:151 - 181) appears to apply to both property and for wages or other compensation for personal services which is deemed abandoned one year after the property becomes distributable or the compensation becomes payable. The School Board is required to report the property and pay funds equal to the value of the property to the Secretary of the Louisiana Department of Revenue on an annual basis.

Management action planned: The School Board attempted to determine the payee for each outstanding accounts payable check and in most cases was successful. The payees were mailed a letter and a request for duplicate check. For those responding, a new check was issued. Checks for which the payee did not respond will be remitted to the State.

It is more difficult to determine the payee for payroll checks than for accounts payable checks; however, the payees of the largest checks have been determined. They will be notified in the same manner as the payees of the accounts payable checks and will be treated in like manner.



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2414 Ferrand Street
Monroe, LA 71201

Phone: (318) 388-4422
Fax: (318) 388-4664

Toll-free: (888) 741-0205
www.allengreencpa.com

Tim Green, CPA

Margie Williamson, CPA

Ernest L. Allen, CPA
(Retired)
1963 - 2000

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Board Members
Bossier Parish School Board
Benton, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of the Bossier Parish School Board, Benton, Louisiana, and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of the School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE). This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the reports. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:
 - Total General Fund Instructional Expenditures,
 - Total General Fund Equipment Expenditures,
 - Total Local Taxation Revenue,
 - Total Local Earnings on Investment in Real Property,
 - Total State Revenue in Lieu of Taxes,
 - Nonpublic Textbook Revenue, and
 - Nonpublic Transportation Revenue.

Comment: No exceptions were found as a result of applying agreed-upon procedures.

Education Levels of Public School Staff (Schedule 2)

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1.

Comment: From our review of the supporting payroll records, teachers, principals and assistant principals on sabbatical, who should not be included on the schedules could not easily be identified. Object code 112 and 111 were used for those employees instead of the correct object code 140.

Management's Response: Object code 140 will be used to identify sabbatical leave in future reports to make reconciliation of this schedule less difficult.

3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule.

Comment: No exceptions were found as a result of applying agreed-upon procedures.

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determine if the individual's education level was properly classified on the schedule.

Comment: No exceptions were found as a result of applying agreed-upon procedures.

Number and Type of Public Schools (Schedule 3)

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title I Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555)

Comment: No exceptions were found as a result of applying agreed-upon procedures.

Experience of Public Principals and Full-time Classroom Teachers (Schedule 4)

6. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined if the individual's experience was properly classified on the schedule.

Comment: No exceptions were found as a result of applying agreed-upon procedures.

Public Staff Data (Schedule 5)

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.

Comment: No exceptions were found as a result of applying agreed-upon procedures.

8. We recalculated the average salaries and full-time equivalents reported in the schedule.

Comment: From our review of the supporting payroll records, those teachers on sabbatical leave who should be excluded from this calculation could not easily be identified. Object code 112 was used for those teachers instead of the correct object code 140.

Management's Response: Object code 140 will be used to identify sabbatical leave in future reports to make testing of this schedule less difficult.

Class Size Characteristics Schedule 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1 roll books for those classes and determined if the class was properly classified on the schedule.

Comment: No exceptions were found as a result of applying agreed-upon procedures.

Louisiana Educational Assessment Program (LEAP) for the 21st century (Schedule 7)

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the School Board.

Comment: No exceptions were found as a result of applying agreed-upon procedures.

The Graduation Exit Exam for the 21st Century(Schedule 8)

11. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the School Board.

Comment: No exceptions were found as a result of applying agreed-upon procedures.

The Iowa Tests(Schedule 9)

12. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the School Board.

Comment: No exceptions were found as a result of applying agreed-upon procedures.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Bossier Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
December 13, 2004

Schedule 1

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2004

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$44,393,698	
Other Instructional Staff Activities	5,173,832	
Employee Benefits	16,935,252	
Purchased Professional and Technical Services	30,303	
Instructional Materials and Supplies	2,166,397	
Instructional Equipment	<u>601,300</u>	
Total Teacher and Student Interaction Activities		\$69,300,782

Other Instructional Activities 153,689

Pupil Support Activities	4,882,113	
Less: Equipment for Pupil Support Activities	<u>8,355</u>	
Net Pupil Support Activities		4,873,758

Instructional Staff Services	5,259,580	
Less: Equipment for Instructional Staff Services	<u>0</u>	
Net Instructional Staff Services		<u>5,259,580</u>

Total General Fund Instructional Expenditures \$79,587,809

Total General Fund Equipment Expenditures \$996,820

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$1,591,021
Renewable Ad Valorem Tax	17,238,054
Debt Service Ad Valorem Tax	1,208,250
Up to 1% of Collections by the Sheriff on Taxes Other than School Taxes	417,118
Sales and Use Taxes	<u>25,136,743</u>

Total Local Taxation Revenue	<u>\$45,591,186</u>
Local Earnings on Investment in Real Property:	
Earnings from 16th Section Property	7,888
Earnings from Other Real Property	<u>0</u>
Total Local Earnings on Investment in Real Property	<u>7,888</u>
State Revenue in Lieu of Taxes:	
Revenue Sharing - Constitutional Tax	\$325,065
Revenue Sharing - Other Taxes	230,952
Revenue Sharing - Excess Portion	0
Other Revenue in Lieu of Taxes	<u>0</u>
Total State Revenue in Lieu of Taxes	<u>\$556,017</u>
Nonpublic Textbook Revenue	<u>\$2,191</u>
Nonpublic Transportation Revenue	<u>\$0</u>

Schedule 2

Bossier Parish School Board
 Education Levels of Public School Staff
 As of October 1, 2003

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	5	0.4%	12	1.0%	0	0.00%	0	0.00%
Bachelor's Degree	777.1	66.2%	9	0.8%	0	0.00%	0	0.00%
Master's Degree	241.7	20.6%	2	0.2%	21	30.00%	0	0.00%
Master's Degree +30	125.9	10.7%	1	0.1%	49	70.00%	0	0.00%
Specialist in Education	0	0.0%	0	0.0%	0	0.00%	0	0.00%
Ph.D. or Ed.D.	1	0.1%	0	0.0%	0	0.00%	0	0.00%
Total	1150.7	98.0%	24	2.0%	70	100.00%	0	0.00%

Schedule 3

**Bossier Parish School Board
Number and Type of Public Schools
For the Year Ended June 30, 2004**

Type	Number
Elementary	16
Middle/Jr. High	7
Secondary	8
Combination	2
Total	33

Note: Schools opened or closed during the fiscal year are included in this schedule.

Schedule 4

**Bossier Parish School Board
Experience of Public Principals and Full-time Classroom Teachers
As of October 1, 2003**

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.	15-19 Yrs.	20-24 Yrs.	25+Yrs.	Total
Assistant Principals	0	0	2	1	7	12	16	38
Principals	0	0	1	0	2	11	18	32
Classroom Teachers	105.6	113.7	371.6	137.0	135.9	107.0	203.8	1174.7
Total	105.6	113.7	374.6	138.0	144.9	130.0	237.8	1244.7

Schedule 5

**Bossier Parish School Board
Public School Staff Data
For the Year Ended June 30, 2004**

	All Classroom Teachers	Classroom Teachers Excluding ROTC and Rehired Retirees
Average Classroom Teachers' Salary Including Extra Compensation	\$38,491.84	\$38,194.23
Average Classroom Teachers' Salary Excluding Extra Compensation	\$37,732.96	\$37,434.17
Number of Teacher Full-time Equivalents (FTEs) used in Computation of Average Salaries	1,173.20	1,153.20

Note: Figures reported include all sources of funding (i.e., federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers and ROTC teachers receive more compensation because of a federal supplement. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees.

Schedule 6

Bossier Parish School Board
Class Size Characteristics As of October 1, 2003

School Type	Class Size Range							
	1-20		21-26		27-33		33+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	43.80	188	50.10	215	6.10	26	0.00	0
Elementary Activity Classes	29.20	56	61.50	118	9.40	18	0.00	0
Middle/Jr. High	18.30	183	45.10	451	36.70	367	0.00	0
Middle/Jr. High Activity Classes	55.90	104	18.80	35	8.60	16	16.70	31
High	51.00	591	29.30	339	19.80	229	0.00	0
High Activity Classes	73.10	114	14.10	22	7.70	12	5.10	8
Combination	100.00	45	0.00	0	0.00	0	0.00	0
Combination Activity Classes	100.00	5	0.00	0	0.00	0	0.00	0

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment is grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes with maximum enrollment standards. Therefore, these classes are included only as separate line items.

Schedule 8

Bossier Parish School Board
 The Graduate Exit Exam for the 21st Century
 For the Year Ended June 30, 2004

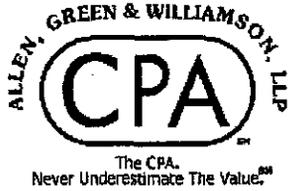
District Achievement Level	English Language Arts						Mathematics						Science						Social Studies					
	2004		2003		2002		2004		2003		2002		2004		2003		2002		2004		2003		2002	
	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%
Students	27	2	4	0	27	2	104	7	85	6	91	6	24	2	24	2	34	2	3	0	15	1	11	1
Advanced	228	16	131	10	222	16	206	14	212	14	196	14	176	15	161	14	227	20	106	9	129	11	108	9
Mastery	591	42	559	41	569	42	509	35	550	37	512	36	486	41	485	41	431	37	610	52	583	49	561	48
Basic	287	20	341	25	304	22	234	16	224	15	238	17	288	24	302	26	234	20	281	24	253	21	237	21
Approaching Basic	269	19	335	24	239	18	394	27	401	27	399	28	206	17	210	19	227	20	176	15	201	17	236	20
Unsatisfactory	1402		1370		1360		1447		1472		1436		1180		1182		1163		1176		1181		1153	
Total																								

Schedule 9

**Bossier Parish School Board
The Iowa Test
For the Year Ended June 30, 2004**

	Composite		
	2004	2003	2002
Test of Basic Skills (ITBS)			
Grade 3	66	65	62
Grade 5	65	63	59
Grade 6	51	50	58
Grade 7	55	56	55
Test of Educational Development (ITED)			
Grade 9	55	55	55

Scores are reported by National Percentile Rank. A student's National Percentile Rank shows the student's relative position or rank as compared to a large, representative sample of students in the same grade from the entire nation. A student with a score of 72 indicates that the student scored the same or better than 72 percent of the students in the norm group.



ALLEN, GREEN & WILLIAMSON, LLP

CERTIFIED PUBLIC ACCOUNTANTS

P. O. Box 6075

Monroe, LA 71211-6075

2414 Ferrand Street
Monroe, LA 71201

Telephone: (318) 388-4422

Fax: (318) 388-4664

Toll-free: (888) 741-0205
www.allengreencpa.com

Tim Green, CPA
Marge Williamson, CPA

Nicole Walker, CPA
Diane Ferchoff, CPA

Ernest L. Allen, CPA
(Retired)
1963 - 2000

Independent Auditors' Report On Applying Agreed-Upon Procedures

Members of the Bossier Parish School Board
Benton, Louisiana:

We have performed the procedures enumerated below, which were agreed to by the Bossier Parish School Board solely to assist the Bossier Parish School Board in evaluating the effectiveness of the School Board's compliance with Act 743 of 1995 concerning the Bossier Educational Excellence Fund (BEEF) (a permanent fund of the Bossier Parish School Board) for the year ended June 30, 2004. Management is responsible for the Bossier Parish School Board's compliance with those requirements. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Bossier Parish School Board. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Procedures:

1. Obtained the balances and a summary of the activity of the BEEF funds from the School Board as of and for the year ended June 30, 2004 (Attachment I).
2. Judgmentally selected one riverboat from the BEEF general ledger and recalculated the amounts received during the fiscal year ended June 30, 2004, totaling \$725,887 or 44% of total fees collected. The amounts were recalculated using information obtained from the Louisiana Department of Public Safety and Corrections Office of the State Police Riverboat Gaming Division. They were then compared to a validated deposit slip and supporting letter received from the riverboats. LSA-R.S. 27:93 requires that:
 - a. An assessment in the amount of 4.5% of the monthly net gaming proceeds be remitted to the City of Bossier City as an admission fee.
 - b. The Parish of Bossier receive 80% of the revenues collected within the Parish of Bossier other than Bossier City .

c. The Bossier Parish School Board receives 15% of the revenues collected by the Parish of Bossier to be solely for the use and purpose of the Bossier Education Excellence Fund.

Sample selected:

	<u>Date</u>	<u>Amount Deposited</u>
Hollywood:	July, 2003	\$ 62,091.92
	August, 2003	66,078.68
	September, 2003	55,148.58
	October, 2003	56,943.47
	November, 2003	55,151.58
	December, 2004	56,803.57
	January, 2004	64,346.71
	February, 2004	65,713.27
	March, 2004	64,286.11
	April, 2004	59,858.46
	May, 2004	57,830.73
	June, 2004	<u>61,634.29</u>
		<u>\$ 725,887.37</u>

3. Agreed the amount of interest removed from the BEEF general ledger and the School Board's BEEF bank account to the amount deposited into the BEEF Operating Special Revenue Fund general ledger and the School Board's sweep bank account in January 2004 from which disbursements are made. LSA-R.S. 17:408.1(A) requires that:
 - a. The BEEF was established.
 - b. The BEEF is a permanent trust fund.
 - c. The bank account for the BEEF is in the official repository of the Bossier Parish School Board.
 - d. The monies in the BEEF were held and invested on behalf of the Bossier Parish School Board.
 - e. The investment income from the BEEF accounts was withdrawn by the Bossier Parish

School Board only during January of the calendar year.

4. Compared the investments of the monies held in the BEEF bank account to the types of investments allowed by the State of Louisiana. LSA-R.S. 17:408.1B requires that:
 - a. The monies in the BEEF were invested in the same manner as monies in the state general fund.
 - b. The amount of earnings in the BEEF was kept account of separately from the fund principal.
5. Obtained a list of the activity of the BEEF funds at each individual school. From this, we judgmentally selected 5 expenditures totaling \$11,640 or 44% of total BEEF disbursements, and agreed the expenditure amount to the invoice and its classification on the schedule, considering that BEEF earnings are to be expended solely for the purposes of instructional enhancement as defined below:

Enhancement may include:

- Provision for materials and supplies, including computers and other technological upgrades;
- Training for students, faculty, and administrators on the use of materials;
- Professional development of teachers;
- Establishment of exemplary programs of instruction.

Enhancement may not include:

- Costs of additional administrators;
 - Increases in salaries or benefits for employees, or maintenance or custodial costs.
6. Recalculated the amount of interest being removed from the BEEF as recorded in the BEEF general ledger.
 7. Compared approval of expenditures tested in step 5 to the School Board's required policy.

Findings:

1. No exceptions noted.
2. No exceptions noted.
3. No exceptions noted.
4. No exceptions noted.

5. No exceptions noted.
6. No exceptions noted.
7. No exceptions noted.

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on the School Board's compliance with Act 743 of 1995 concerning the Bossier Educational Excellence Fund (a permanent fund of the Bossier Parish School Board) for the year ended June 30, 2004. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for use of the specified users listed above and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Allen, Green & Williamson, LLP

ALLEN, GREEN & WILLIAMSON, LLP

Monroe, Louisiana
January 10, 2005

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Balance Sheets

June 30, 2004

(Unaudited)

	<u>Bossier Educational Excellence Permanent Fund</u>	<u>Bossier Educational Excellence Special Revenue Fund</u>
Assets		
Cash held at Citizens National Bank	\$ 162,918	\$ 240,556
Investments	12,136,059	0
Accounts receivable	<u>120,182</u>	<u>13,210</u>
Total assets	<u>\$ 12,419,159</u>	<u>\$ 253,766</u>
Liabilities and Fund Balance		
Accounts payable	\$ 0	\$ 10,385
Fund balance – reserved for instructional enhancement	<u>12,419,159</u>	<u>243,381</u>
Total liabilities and fund balance	<u>\$ 12,419,159</u>	<u>\$ 253,766</u>

(Continued)
Attachment I

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balance
BEEF Operating Special Revenue Fund

Year Ended June 30, 2004

(Unaudited)

Expenditures – current- instruction and Support services - instruction	\$ 26,466
Operating transfers in	<u>130,104</u>
Excess of revenues and operating transfers over expenditures	103,638
Fund balance, beginning of year	<u>139,743</u>
Fund balance, end of year	<u>\$ 243,381</u>

BOSSIER PARISH SCHOOL BOARD
Benton, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balance
BEEF Educational Excellence – Permanent Fund

Year Ended June 30, 2004

(Unaudited)

Revenues:	
Fees:	
City of Bossier City	\$ 735,203
Louisiana Downs	59,214
Hollywood	725,887
Isle of Capri	130,588
Interest earnings	<u>131,779</u>
Total operating revenues	1,782,671
Expenditures	<u>0</u>
Excess of revenues over expenditures	1,782,671
Operating transfers to other funds	<u>130,104</u>
Net change in fund balance	1,652,567
Fund balance, beginning of year	<u>10,766,592</u>
Fund balance, end of year	<u>\$ 12,419,159</u>

See accompanying independent accountants' report on applying agreed-upon procedures.